

GENESEE INTERMEDIATE SCHOOL DISTRICT

FLINT, MICHIGAN

AUDIT REPORT
FOR THE YEAR ENDED JUNE 30, 2004

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Lewis & Knopf, CPAs, P.C.

"Serving You with Trust and Integrity"

September 28, 2004

INDEPENDENT AUDITOR'S REPORT

To the Board of Education of
Genesee Intermediate School District

We have audited the accompanying financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Genesee Intermediate School District, as of and for the year ended June 30, 2004, which collectively comprise the School District's basic financial statements as listed in the table of contents. These financial statements are the responsibility of the Genesee Intermediate School District's management. Our responsibility is to express an opinion on these financial statements based on our audit.

We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States. Those standards require that we plan and perform the audit to obtain reasonable assurance about whether the financial statements are free of material misstatement. An audit includes examining, on a test basis, evidence supporting the amounts and disclosures in the financial statements. An audit also includes assessing the accounting principles used and the significant estimates made by management, as well as evaluating the overall financial statement presentation. We believe that our audit provides a reasonable basis for our opinions.

In our opinion, the financial statements referred to above present fairly, in all material respects, the respective financial position of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Genesee Intermediate School District as of June 30, 2004, and the respective changes in financial position, and cash flows where applicable, thereof for the year then ended, in conformity with accounting principles generally accepted in the United States of America.

In accordance with *Government Auditing Standards*, we have also issued a report under separate cover dated September 28, 2004 on our consideration of the School District's internal control over financial reporting and our tests of compliance with certain provisions of laws, regulations, contracts and grants. That report is an integral part of an audit performed in accordance with *Government Auditing Standards* and should be read in conjunction with this report in considering the results of our audit.

The management's discussion and analysis and budgetary comparison information on pages II - XI and 23 - 25 are not required part of the basic financial statements but are supplementary information required by accounting principles generally accepted in the United States of America. We have applied certain limited procedures, which consisted principally of inquiries of management regarding the methods of measurement and presentation of the required supplementary information. However, we did not audit the information and express no opinion on it.

Our audit was conducted for the purpose of forming opinions on the financial statements that collectively comprise Genesee Intermediate School District's basic financial statements. The accompanying other supplementary information, as identified in the table of contents, is presented for purpose of additional analysis and is not a required part of the basic financial statements. The other supplementary information has been subjected to the auditing procedures applied in the audit of the basic financial statements and, in our opinion, is fairly stated in all material respects in relation to the basic financial statements taken as a whole.

Lewis & Knopf, P.C.

LEWIS & KNOPF, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2004

The Management Discussion and Analysis, a requirement of GASB 34, is intended to be the Genesee Intermediate School District's administration's discussion and analysis of the financial results for the fiscal year ended June 30, 2004.

Generally accepted accounting principles (GAAP) according to GASB 34 requires the reporting of two types of financial statements: Fund Financial Statements and District Wide Financial Statements.

Fund Financial Statements:

The School District's fund financial statements provide detailed information about the most significant funds – not the School District as a whole. Some funds are required to be established by State law and by bond covenants. However, the School District establishes many other funds to help it control and manage money for particular purposes (the Special Education and Vocational Funds are examples) or to show that it is meeting legal responsibilities for using certain taxes, grants, and other money (such as bond-funded construction funds used for voter-approved capital projects). The governmental funds of the School District use the following accounting approach:

Governmental funds – All of the School District's services are reported in governmental funds. Governmental fund reporting focuses on showing how money flows into and out of funds and the balances left at year end are available for spending. They are reported using an accounting method called modified accrual accounting, which measures cash and all other financial assets that can readily be converted to cash. The governmental fund statements provide a detailed short-term view of the operations of the School District and the services it provides. Governmental fund information helps you determine whether there are more or fewer financial resources that can be spent in the near future to finance the School District's programs. We describe the relationship (or differences) between governmental activities (reported in the statement of net assets and the statement of activities) and governmental funds in a reconciliation.

Proprietary funds use the accrual basis of accounting, the same as on the government-wide statements, therefore the statements will essentially match the business-type activities portion of the government-wide statements.

In the fund financial statements, purchased capital assets are reported as expenditures in the year of acquisition. No asset is reported. The issuance of debt is recorded as a financial resource. The current year's payments of principal and interest on long term obligations are recorded as expenditures. Future year's debt obligations are not recorded.

District Wide Financial Statements:

The District wide financial statements are full accrual basis statements. They report all of the District's assets and liabilities, both short and long term, regardless if they are "currently available" or not. For example, assets that are restricted for use in the Debt Funds solely for the payment of long term principal or interest are grouped with unrestricted assets of the General Fund. Capital assets and obligations of the District are reported in the Statement of Net Assets of the District wide financial statements.

One of the most important questions asked about the School District is, "As a whole, what is the School District's financial condition as a result of the year's activities?" The statement of net assets and the statement of activities, which appear first in the School District's financial statements, report information on the School District as a whole and its activities in a way that helps you answer this question. We prepare these statements to include all assets and liabilities, using the accrual basis of accounting, which is similar to the accounting used by most private-sector companies. All of the current year's revenues and expenses are taken into account regardless of when cash is received or paid.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2004

District Wide Financial Statements: (Continued)

These two statements report the Genesee Intermediate School District net assets – the difference between assets and liabilities, as reported in the statement of net assets – as one way to measure the School District’s financial health or financial position. Over time, increases or decreases in the School District’s net assets – as reported in the statement of activities – are indicators of whether its financial health is improving or deteriorating. The relationship between revenues and expenses is the School District’s operating results. However, the School District’s goal is to provide services to our students, not to generate profits as commercial entities do. One must consider many other nonfinancial factors, such as the quality of the education provided and the safety of the schools, to assess the overall health of the School District.

The statement of net assets and the statement of activities report the governmental activities for the School District, which encompasses all of the School District’s services, including instruction, support services. Property taxes, unrestricted State aid, and State and federal grants finance most of these activities.

The School District as Trustee – Reporting the School District’s Fiduciary Responsibilities

The School District is the trustee, or fiduciary, for its student activity funds. All of the School District’s fiduciary activities are reported in a separate statement of fiduciary net assets. We exclude these activities from the School District’s other financial statements because the School District cannot use these assets to finance its operations. The School District is responsible for ensuring that the assets reported in these funds are used for their intended purposes.

SUMMARY OF NET ASSETS:

The following summarizes the net assets at the fiscal years ended June 30, 2004 and 2003:

| | (IN MILLIONS) | | | | | |
|--|----------------------|----------------------|---------------------|---------------------|----------------------|----------------------|
| | GOVERNMENTAL | | BUSINESS-TYPE | | | |
| | ACTIVITIES | | ACTIVITIES | | TOTAL | |
| | 2004 | 2003 | 2004 | 2003 | 2004 | 2003 |
| Current Assets | \$51.6 | \$51.7 | \$2.1 | \$2.2 | \$53.7 | \$53.9 |
| Noncurrent Assets | 8.5 | 8.1 | 7.8 | 3.0 | 16.3 | 11.1 |
| Total Assets | \$60.1 | \$59.8 | \$9.9 | \$5.2 | \$70.0 | \$65.0 |
| Current Liabilities | 9.1 | 11.5 | 0.7 | 1.2 | 9.8 | 12.7 |
| Noncurrent Liabilities | 2.2 | 2.0 | 0.0 | 0.0 | 2.2 | 2.0 |
| Total Liabilities | \$11.3 | \$13.5 | \$0.7 | \$1.2 | \$12.0 | \$14.7 |
| Net Assets | | | | | | |
| Invested in Capital Assets – Net of Debt | 6.5 | 5.9 | 7.8 | 2.7 | 14.3 | 8.6 |
| Restricted | 6.9 | 6.4 | 0.0 | 0.0 | 6.9 | 6.4 |
| Unrestricted | 35.4 | 34.0 | 1.4 | 1.3 | 36.8 | 35.3 |
| <u>TOTAL NET ASSETS</u> | <u>\$48.8</u> | <u>\$46.3</u> | <u>\$9.2</u> | <u>\$4.0</u> | <u>\$58.0</u> | <u>\$50.3</u> |

This year as well as last year, the District is able to report positive balances in all three categories of net assets, both for the District as a whole, as well as for its separate governmental and business-type activities.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2004

RESULTS OF OPERATIONS:

For the fiscal years ended June 30, 2004 and 2003, the District wide results of operations were:

| | (IN MILLIONS) | | | | | |
|--------------------------------------|----------------------------|---------------------|-----------------------------|-----------------------|---------------------|---------------------|
| | GOVERNMENTAL ACTIVITIES | | BUSINESS-TYPE ACTIVITIES | | TOTAL | |
| | 2004 | 2003 | 2004 | 2003 | 2004 | 2003 |
| Revenues: | | | | | | |
| Program Revenues: | | | | | | |
| Charges for Services | \$1.9 | \$2.1 | \$10.3 | \$9.9 | \$12.2 | \$12.0 |
| Operating Grants and Contributions | 24.7 | 24.5 | 0.0 | 0.0 | 24.7 | 24.5 |
| General Revenues: | | | | | | |
| Property Taxes | 35.5 | 33.7 | 0.0 | 0.0 | 35.5 | 33.7 |
| Grants and State Aid | 21.7 | 22.1 | 0.0 | 0.0 | 21.7 | 22.1 |
| Other | 1.8 | 1.5 | 0.7 | (0.1) | 2.5 | 1.4 |
| Total Revenues | <u>\$85.6</u> | <u>\$83.9</u> | <u>\$11.0</u> | <u>\$9.8</u> | <u>\$96.6</u> | <u>\$93.7</u> |
| Functions/Program Expenses: | | | | | | |
| Instruction | 14.9 | 13.8 | 0.0 | 0.0 | 14.9 | 13.8 |
| Support Services | 35.3 | 34.3 | 0.0 | 0.0 | 35.3 | 34.3 |
| Community Services | 0.3 | 0.0 | 0.0 | 0.0 | 0.3 | 0.0 |
| Depreciation | 0.3 | 0.3 | 0.5 | 0.0 | 0.8 | 0.3 |
| Local District Services | 0.0 | 0.0 | 7.8 | 11.0 | 7.8 | 11.0 |
| Total Expenses | <u>\$50.8</u> | <u>\$48.4</u> | <u>\$8.3</u> | <u>\$11.0</u> | <u>\$59.1</u> | <u>\$59.4</u> |
| Excess Before Transfers | <u>\$34.8</u> | <u>\$35.5</u> | <u>\$2.7</u> | <u>(\$1.2)</u> | <u>\$37.5</u> | <u>\$34.3</u> |
| Transfers to Local Districts | <u>32.2</u> | <u>33.3</u> | <u>1.2</u> | <u>0.0</u> | <u>33.4</u> | <u>33.3</u> |
| <u>INCREASE IN NET ASSETS</u> | <u><u>\$2.6</u></u> | <u><u>\$2.2</u></u> | <u><u>\$1.5</u></u> | <u><u>(\$1.2)</u></u> | <u><u>\$4.1</u></u> | <u><u>\$1.0</u></u> |

FINANCIAL ANALYSIS

Analysis of Financial Position:

During the year ended June 30, 2004, the District's Total Net Assets increased by \$4,080,569 to a total of \$57,964,106. The largest portion of the net assets are the District's investment in capital assets. Net assets (invested in capital assets, net of related debt) increased by \$2,086,014 during the year due to purchases of new capital assets and principal payments on related debt exceeding depreciation. The districts Unrestricted Net Assets increased by \$1,492,419 during the year and the restricted portion of the net assets increased by \$502,136. The restricted Net Assets consist of the Investment in Capital Assets-net of related Debt, the restricted debt retirement funds that may only be used to pay bonded debt and restricted capital projects funds that may only be used to fund capital projects. The unrestricted net assets may be used to fund the educational services provided to students.

Analysis of Results of Operations

The district's overall revenues exceeded its expenses for the year by \$4,333,262. The total revenues increased by \$2,941,297. The major change was a result of additional grant funds awarded. Expenditures decreased by \$414,674.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2004

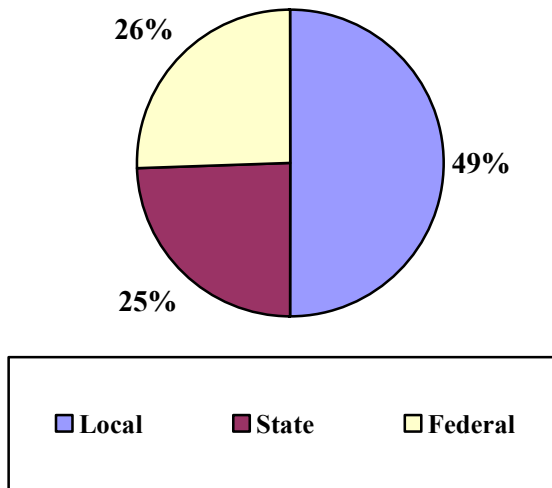
FINANCIAL ANALYSIS OF GOVERNMENT'S FUNDS – GOVERNMENTAL FUNDS

Analysis of Financial Position

The focus of the District's governmental funds is to provide information on near term inflows, outflows, and balances of spendable resources. Such information is useful in assessing the district's financing requirements. In particular, unreserved fund balance may serve as a useful measure of a government's net resources available for spending at the end of the fiscal year. An analysis of changes for the governmental funds is as follows:

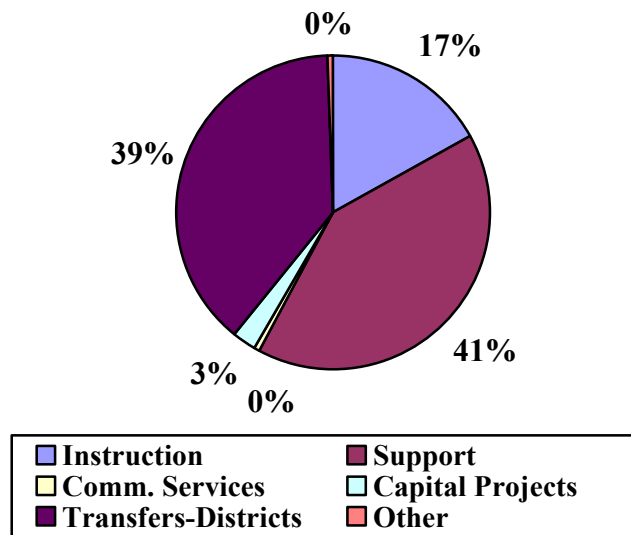
Revenues by Source – Governmental Activities

Total Revenues = \$85,585,890



Expenses by Source – Governmental Activities

Total Expenses = \$83,383,288



FINANCIAL ANALYSIS OF GOVERNMENT'S FUNDS – GOVERNMENTAL FUNDS

General Fund

The district's general fund is the chief operating fund of the district. Fund balance for the general fund decreased by \$725,195 during the year with the decrease coming primarily from a reduction in cash. Revenues for the year decreased by \$1,967,854 primarily a result of the proration of state aid, elimination and reduction of specific grants. Expenditures and other financing uses decreased by \$769,829, primarily due to the deferred grant revenue utilized in the prior fiscal year. This reduced the transfers to local districts, as subrecipients. The major source of general fund revenues is state aid and taxes. An analysis of the major revenue sources is as follows:

1. State of Michigan Aid (Section 81)

The State of Michigan aid provided under Section 81 of the State Aid Act provides the majority of state aid to the District's General Fund. Funding to the District under Section 81 is provided to comply with the requirements of the State Aid Act and to provide technical assistance to local districts as authorized by the intermediate school board. Funding under Section 81 was \$4,241,731 for the fiscal year an increase of \$67,874 from the previous year.

2. Property Taxes Levied For General Operations (General Fund Homestead and Non-Homestead Taxes)

The District levies 0.1641 mills of property taxes for operations (General Fund) on Homestead and Non-Homestead Properties. Under Michigan law, the taxable levy is based on the taxable valuation of properties. Annually, the taxable valuation increase in property values is capped at the rate of the prior year's CPI increase or 5 percent, whichever is less. At the time of sale, a property's taxable valuation is readjusted to the State Equalized Value, which is, theoretically, 50 percent of the market value. The District's property tax revenue for the 2003-2004 fiscal year was \$1,646,093. An increase of \$78,505 from the prior year.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2004

FINANCIAL ANALYSIS OF GOVERNMENT'S FUNDS – GOVERNMENTAL FUNDS (Continued)

Analysis of Financial Position (Continued)

Special Education Fund

Unreserved fund balance for the special education fund increased by \$1,602,309 during the year with the increase coming primarily from an increase in cash. Revenues for the year increased by \$4,681,918 primarily from increases in property taxes collected, state aid allocation for the special education transportation program, and Federal I.D.E.A. grant dollars. Expenditures and other financing uses increased by \$3,614,626, primarily due to the increase in transfers to local districts for I.D.E.A. and utilization of deferred revenue from the prior fiscal year. The major source of special education revenues is Federal grants, state aid and taxes. An analysis of the major revenue sources is as follows:

1. State of Michigan Aid (Section 51)

The State of Michigan aid provided under Section 51 of the State Aid Act provides the majority of state aid to the District's Special Education Fund. Funding to the District under Section 51 is provided to reimburse the District for unreimbursed costs of special education programs, services and special education personnel. Funding under Section 51 was \$8,684,487 for the fiscal year an increase of \$390,457 from the previous year.

2. Property Taxes Levied For Special Education

The District levies 2.4164 mills of property taxes for operations (Special Education Fund) on Homestead and Non-Homestead Properties. Under Michigan law, the taxable levy is based on the taxable valuation of properties. Annually, the taxable valuation increase in property values is capped at the rate of the prior year's CPI increase or 5 percent, whichever is less. At the time of sale, a property's taxable valuation is readjusted to the State Equalized Value, which is, theoretically, 50 percent of the market value. The District's property tax revenue for the 2003-2004 fiscal year was \$24,157,552. An increase of \$1,202,272 from the prior year.

Career Technical Education Fund

Unreserved fund balance for the career technical education fund increased by \$821,651 during the year with the increase coming primarily from a increase in cash. Revenues for the year decreased by \$1,179,940 primarily from the proration of state aid and the elimination of specific grant funds. Expenditures and other financing uses decreased by \$1,362,617, primarily due to the elimination of Career Preparation dollars. The major source of career technical education revenues is taxes. An analysis of the major revenue sources is as follows:

1. State of Michigan Aid (Sections 61 and 62)

The State of Michigan aid provided under Sections 61 and 62 of the State Aid Act provides the majority of state aid to the District's Vocational Education Fund. Funding to the District under Sections 61 and 62 is provided to reimburse, on an added cost basis, the District for unreimbursed costs of its vocational-technical education center and vocational-technical programs and services. Funding under Sections 61 and 62 was \$1,860,439 for the fiscal year an decrease of \$208,466 from the previous year.

2. Property Taxes Levied For Vocational Education

The District levies 0.9664 mills of property taxes for operations (Vocational Education Fund) on Homestead and Non-Homestead Properties. Under Michigan law, the taxable levy is based on the taxable valuation of properties. Annually, the taxable valuation increase in property values is capped at the rate of the prior year's CPI increase or 5 percent, whichever is less. At the time of sale, a property's taxable valuation is readjusted to the State Equalized Value, which is, theoretically, 50 percent of the market value. The District's non-homestead property tax revenue for the 2003-2004 fiscal year was \$9,661,324. An increase of \$473,125 from the prior year.

Capital Projects Fund

The District's capital project funds balance increased by \$502,136. Transfers from other governmental funds are the primary sources of revenue in the fund. Expenditures increased by \$74,165 from the prior year.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2004

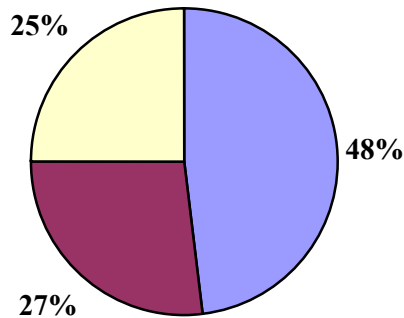
FINANCIAL ANALYSIS OF BUSINESS-TYPE ACTIVITIES

Enterprise fund

Net assets for the enterprise fund increased by \$1,560,200 during the year with the increase coming primarily from a increase in investment in capital assets, net of related debt. Revenues for the year increased by \$1,117,660 primarily as a result of the increased funding of state aid in support of the special education transportation department. Expenditures and other financing uses decreased by \$1,682,768 primarily from the restatement of fund balance to properly report the fixed assets for GenNET.

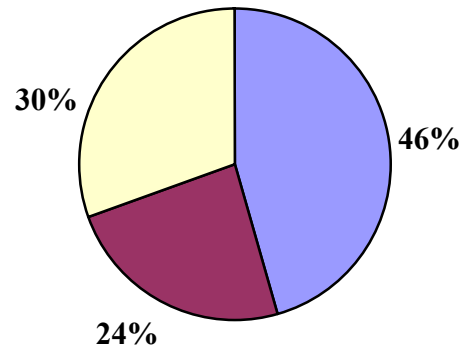
Revenues by Source – Business-Type Activities

Total Revenues = \$11,048,949



Expenses by Source – Business-Type Activities

Total Expenses = \$9,523,740



GENERAL FUND BUDGETARY HIGHLIGHTS:

GENERAL FUND BUDGET VS. ACTUAL

| <u>Fiscal Year</u> | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | <u>Variance Original & Final Budget %</u> | <u>Variance Actual & Final Budget %</u> |
|---------------------|------------------------|---------------------|--------------------|---|---|
| Revenue | \$11,714,562 | \$16,101,697 | \$15,238,216 | (27.25) | (5.36) |
| Expenditures | 14,582,482 | 17,081,378 | 15,963,411 | (14.63) | 6.54 |
| <u>TOTAL</u> | <u>(\$2,867,920)</u> | <u>(\$979,681)</u> | <u>(\$725,195)</u> | | |

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2004

SPECIAL EDUCATION FUND BUDGETARY HIGHLIGHTS:

SPECIAL EDUCATION FUND BUDGET VS. ACTUAL

| <u>Fiscal Year</u> | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | Variance Original & Final <u>Budget %</u> | Variance Actual & Final Budget % |
|--------------------|------------------------|---------------------|--------------------|---|-------------------------------------|
| Revenue | \$51,114,434 | \$57,862,595 | \$56,793,332 | (11.66) | (1.85) |
| Expenditures | 53,234,225 | 57,310,931 | 55,191,023 | (7.11) | 3.70 |
| <u>TOTAL</u> | <u>(\$2,119,791)</u> | <u>\$551,664</u> | <u>\$1,602,309</u> | | |

CAREER TECHNICAL EDUCATION FUND BUDGETARY HIGHLIGHTS:

CAREER TECHNICAL EDUCATION FUND BUDGET VS. ACTUAL

| <u>Fiscal Year</u> | <u>Original Budget</u> | <u>Final Budget</u> | <u>Actual</u> | Variance Original & Final <u>Budget %</u> | Variance Actual & Final Budget % |
|--------------------|------------------------|---------------------|------------------|---|-------------------------------------|
| Revenue | \$14,322,324 | \$13,304,213 | \$13,194,757 | 7.65 | (0.82) |
| Expenditures | 15,022,104 | 13,705,986 | 12,373,106 | 9.60 | 9.72 |
| <u>TOTAL</u> | <u>(\$699,780)</u> | <u>(\$401,773)</u> | <u>\$821,651</u> | | |

ANALYSIS OF BUDGETS:

The Uniform Budget Act of the State of Michigan requires that the local Board of Education approve the original budget for the upcoming fiscal year prior to July 1, the start of the fiscal year.

As a matter of practice, Genesee Intermediate School District amends its budget during the school year. The June, 2004 budget amendment was the final budget for the fiscal year. Significant budget variations were as follows:

Original Budget vs. Final Budget

General Fund

Revenues: The general fund proposed budget estimated revenues at \$11.7 million dollars. The estimated revenue was adjusted to \$16.1 million dollars. The significant adjusts were a result of new grant awards and the deferred grant awards utilized during the fiscal year.

Expenditures: The general fund adopted expenditures were budgeted at \$14.6 million dollars. The final amendment for general fund was \$17 million dollars. The significant adjustments were a result of grant awards in support of the Health, Safety and Nutrition department and the utilization of deferred revenue from prior fiscal year.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2004

ANALYSIS OF BUDGETS: (Continued)

Special Education Fund

Revenues: The special education fund proposed budget estimated revenues at \$51.1 million dollars. The estimated revenue was adjusted to \$57.9 million dollars. The original budget was made anticipating more severe reductions than what actually occurred in the area of special education. The significant adjustments were a result of increased funding for special education transportation, federal I.D.E.A. and the anticipation of using deferred I.D.E.A. revenue at the request of the department of education to minimize carryover while still maintaining maintenance of effort at the local level.

Expenditures: The special education fund adopted expenditures were budgeted at \$53.2 million dollars. The final amendment for the special education fund was \$57.3 million dollars. The significant adjustments were a result of increased federal grant awards and the utilization of deferred revenue from the prior fiscal year mainly in the area of transfers to local districts.

Career Technical Education Fund

Revenues: The career technical education fund proposed budget estimated revenues at \$14.3 million dollars. The estimated revenue was adjusted to \$13.5 million dollars. The significant adjustment was a result of anticipating the continuation of Career Preparation funding.

Expenditures: The career technical education fund adopted expenditures were budgeted at \$15.0 million dollars. The final amendment for the career technical education fund was \$13.7 million dollars. The significant adjustment was the result of the elimination of the Career Preparation program.

Actual Results vs. Final Budget

General Fund

Revenues: The general fund actual revenue was \$15.2 million dollars. The final budget was estimated at \$16.1 million dollars. The variance between the actual and final budget was due to the deferral of Local, Federal and State grants received in the current fiscal year.

Expenditures: The final budgeted expenditures and other financing sources for general fund were \$17 million dollars. The actual expenditures were \$15.9 million dollars. The variance was due to the anticipation of fully expending grant revenue within the fiscal year. Expenditures will be incurred the next fiscal year.

Special Education Fund

Revenues: The special education fund actual revenue was \$56.8 million dollars. The final budget was estimated at \$57.9 million dollars.. The variance between the actual and final budget was due to the deferral of Federal grants received in the current fiscal year.

Expenditures: The final budgeted expenditures and other financing uses for the special education fund were \$57.3 million dollars. The actual expenditures were \$55.1 million dollars. The variance is due to the anticipation of fully expending grant revenue within the fiscal year. Expenditures will be incurred the next fiscal year.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2004

Actual Results vs. Final Budget (Continued)

Career Technical Education Fund

Revenues: The career technical education fund actual revenue was \$13.2 million dollars. The final budget was estimated at \$13.3. The variance between the actual and final budget was due to tax revenue budgeted but not collected within the fiscal year.

Expenditures: The final budgeted expenditures and other financing sources for the career technical education fund was \$13.7 million dollars. The actual expenditures were \$12.3 million dollars. The variance is due to the anticipation of fully expending contracted CTE improvement dollars within the fiscal year. It is anticipated that expenditures will be incurred the next fiscal year.

CAPITAL ASSET AND DEBT ADMINISTRATION

A. Debt, Principal Payments

The District made principal payments on bonded, long term debt obligations that reduced the amount of the District's long term liabilities as follows:

| | Principal Balance 7-01-03 | Increases 6-30-04 | Principal Payments 6-30-04 | Principal Balance 6-30-04 |
|--------------------------------------|---------------------------------|----------------------|----------------------------------|---------------------------------|
| <u>Governmental Activities</u> | | | | |
| Capital Lease Payable | \$43,101 | \$0 | \$43,101 | \$0 |
| Bonds Payable | 2,012,647 | 0 | 0 | 2,012,647 |
| Sick Days Payable | 29,097 | 3,619 | 0 | 32,716 |
| <u>Total Governmental Activities</u> | <u>\$2,084,845</u> | <u>\$3,619</u> | <u>\$43,101</u> | <u>\$2,045,363</u> |
| <u>Business Type Activities</u> | | | | |
| Bonds Payable | \$315,000 | \$0 | \$315,000 | \$0 |

B. Capital Assets

The district's net investment in capital assets increased by \$1,546,485 during the fiscal year. This can be summarized as follows:

| | BALANCE JULY 1, 2003 | ADDITIONS | DEDUCTIONS | BALANCE JUNE 30, 2004 |
|--------------------------------------|-------------------------|--------------------|------------|--------------------------|
| <u>Governmental Activities</u> | | | | |
| Capital Assets - Net of Depreciation | <u>\$8,033,608</u> | <u>\$416,431</u> | <u>\$0</u> | <u>\$8,450,039</u> |
| <u>Business-Type Activities</u> | | | | |
| Capital Assets - Net of Depreciation | <u>\$6,658,993</u> | <u>\$1,130,054</u> | <u>\$0</u> | <u>\$7,789,047</u> |

Significant capital asset additions included bus purchases and technology equipment for GenNET.

GENESEE INTERMEDIATE SCHOOL DISTRICT
MANAGEMENT DISCUSSION AND ANALYSIS
FOR THE FISCAL YEAR ENDED JUNE 30, 2004

CONTACTING THE DISTRICT'S FINANCIAL MANAGEMENT

This financial report is designed to provide a general overview of the Genesee Intermediate School District's finances for all those with an interest in the government's finances. Questions concerning any of the information provided in this report or requests for additional information should be addressed to:

Cynthia McCain
Executive Director of Finance
Genesee Intermediate School District
2413 West Maple Avenue, Flint, Michigan 48507-3493
Fax (810) 591-4864, Office Telephone (810) 591-4400
or Email - cmccain@geneseeisd.org

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENTS OF NET ASSETS
JUNE 30, 2004 AND 2003

| | 2004 | | | 2003 |
|---|----------------------------|-----------------------------|--------------|--------------|
| | Governmental Activities | Business-Type Activities | Total | Total |
| <u>ASSETS</u> | | | | |
| <u>CURRENT ASSETS</u> | | | | |
| Cash and Cash Equivalents | \$39,791,487 | \$0 | \$39,791,487 | \$41,546,243 |
| Taxes Receivable | 173,085 | 0 | 173,085 | 18,919 |
| Accounts Receivable | 2,280,353 | 1,619,799 | 3,900,152 | 3,503,263 |
| Due from Other Governmental Units | 8,899,578 | 0 | 8,899,578 | 8,275,385 |
| Internal Balances | 0 | 5,411 | 5,411 | 108,400 |
| Inventory | 12,730 | 2,083 | 14,813 | 16,286 |
| Prepaid Expenses | 423,268 | 490,990 | 914,258 | 430,998 |
| Total Current Assets | \$51,580,501 | \$2,118,283 | \$53,698,784 | \$53,899,494 |
| <u>NON-CURRENT ASSETS</u> | | | | |
| Construction in Progress | 109,882 | 42,729 | 152,611 | 0 |
| Capital Assets | 18,227,892 | 11,530,811 | 29,758,703 | 22,866,180 |
| Less: Accumulated Depreciation | (9,777,853) | (3,741,764) | (13,519,617) | (11,805,524) |
| Total Noncurrent Assets | \$8,559,921 | \$7,831,776 | \$16,391,697 | \$11,060,656 |
| <u>TOTAL ASSETS</u> | \$60,140,422 | \$9,950,059 | \$70,090,481 | \$64,960,150 |
| <u>LIABILITIES</u> | | | | |
| <u>CURRENT LIABILITIES</u> | | | | |
| Accounts Payable | 4,429,640 | 746,811 | 5,176,451 | 6,605,768 |
| Due to Other Governmental Units | 720,284 | 0 | 720,284 | 1,073,070 |
| Internal Balances | 5,411 | 0 | 5,411 | 108,400 |
| Salaries Payable | 1,807,813 | 0 | 1,807,813 | 1,366,106 |
| Accrued Expenses | 373,133 | 5,411 | 378,544 | 333,891 |
| Deferred Revenue | 1,739,816 | 0 | 1,739,816 | 2,821,758 |
| Current Portion of Long-Term Obligations | 0 | 0 | 0 | 358,101 |
| Total Current Liabilities | \$9,076,097 | \$752,222 | \$9,828,319 | \$12,667,094 |
| <u>NON-CURRENT LIABILITIES</u> | | | | |
| Noncurrent Portion of Long-Term Obligations | 2,263,065 | 34,991 | 2,298,056 | 2,041,744 |
| Total Noncurrent Liabilities | \$2,263,065 | \$34,991 | \$2,298,056 | \$2,041,744 |
| <u>TOTAL LIABILITIES</u> | \$11,339,162 | \$787,213 | \$12,126,375 | \$14,708,838 |
| <u>NET ASSETS</u> | | | | |
| <u>NET ASSETS</u> | | | | |
| Invested in Capital Assets, Net of Related Debt | 6,547,274 | 7,831,776 | 14,379,050 | 8,660,811 |
| Restricted for: Capital Projects | 6,895,966 | 0 | 6,895,966 | 6,393,830 |
| Unrestricted | 35,358,020 | 1,331,070 | 36,689,090 | 35,196,671 |
| <u>TOTAL NET ASSETS</u> | \$48,801,260 | \$9,162,846 | \$57,964,106 | \$50,251,312 |

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENTS OF ACTIVITIES
JUNE 30, 2004 AND 2003

| FUNCTIONS/PROGRAMS | 2004 | | | | | | 2003 |
|---|---------------------|-------------------------|--|--|-----------------------------|-----------------------|---|
| | Program Revenues | | | Net (Expense) Revenue and Changes in Net Assets | | | Net (Expense) Revenue & Change in Net Assets |
| | Expenses | Charges For Services | Operating Grants and Contributions | Governmental Activities | Business-Type Activities | Total | Total |
| Governmental Activities: | | | | | | | |
| Instruction | \$14,957,287 | \$0 | \$0 | (\$14,957,287) | \$0 | (\$14,957,287) | (\$13,822,617) |
| Support Services | 35,316,325 | 1,846,287 | 24,681,526 | (8,788,512) | 0 | (8,788,512) | (7,663,386) |
| Community Services | 288,804 | 0 | 0 | (288,804) | 0 | (288,804) | 0 |
| Transfers to Local Districts | 32,162,211 | 0 | 0 | (32,162,211) | 0 | (32,162,211) | (33,290,946) |
| Food Service | 38,807 | 40,508 | 0 | 1,701 | 0 | 1,701 | 406 |
| Interest - Bonded Debt | (4,665) | 0 | | 4,665 | 0 | 4,665 | (21,560) |
| Depreciation - Unallocated | 271,761 | 0 | 0 | (271,761) | 0 | (271,761) | (262,464) |
| Total Governmental Activities | \$83,030,530 | \$1,886,795 | \$24,681,526 | (\$56,462,209) | \$0 | (\$56,462,209) | (\$55,060,567) |
| Business-Type Activities: | | | | | | | |
| Local District Services | 9,523,740 | 10,291,593 | 0 | 0 | 767,853 | 767,853 | (1,084,906) |
| <u>TOTALS</u> | <u>\$92,554,270</u> | <u>\$12,178,388</u> | <u>\$24,681,526</u> | <u>(\$56,462,209)</u> | <u>\$767,853</u> | <u>(\$55,694,356)</u> | <u>(\$56,145,473)</u> |
| General Revenues: | | | | | | | |
| Taxes: | | | | | | | |
| Property Taxes, Levied for General Purposes | | | | 35,464,969 | 0 | 35,464,969 | 33,711,067 |
| State Aid | | | | 19,295,589 | 0 | 19,295,589 | 20,699,439 |
| Grants and Contributions Not Restricted to | | | | | | | |
| Specific Programs | | | | 2,417,032 | 0 | 2,417,032 | 1,388,834 |
| Investment Earnings | | | | 535,274 | 8,009 | 543,283 | 849,163 |
| Miscellaneous | | | | 1,304,705 | 749,347 | 2,054,052 | 474,261 |
| Total General Revenues and Transfers | | | | <u>\$59,017,569</u> | <u>\$757,356</u> | <u>\$59,774,925</u> | <u>\$57,122,764</u> |
| Change in Net Assets | | | | <u>\$2,555,360</u> | <u>\$1,525,209</u> | <u>\$4,080,569</u> | <u>\$977,291</u> |
| Net Assets - Beginning - As Restated | | | | <u>46,245,900</u> | <u>7,637,637</u> | <u>53,883,537</u> | <u>49,274,021</u> |
| <u>Net Assets - Ending</u> | | | | <u>\$48,801,260</u> | <u>\$9,162,846</u> | <u>\$57,964,106</u> | <u>\$50,251,312</u> |

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
BALANCE SHEET
GOVERNMENTAL FUNDS
JUNE 30, 2004

| | General Fund | Special Education Fund | Career Technical Education Fund |
|--|---------------------|------------------------------|--|
| <u>ASSETS</u> | | | |
| Cash and Cash Equivalents | \$7,921,352 | \$18,777,301 | \$6,092,554 |
| Property Taxes Receivable | 8,008 | 117,918 | 47,159 |
| Accounts Receivable | 1,325,211 | 763,086 | 158 |
| Due From Other Governmental Units | 1,879,976 | 6,200,142 | 819,460 |
| Due From Other Funds | 0 | 1,809,948 | 5 |
| Inventory | 12,730 | 0 | 0 |
| Prepaid Expenses | 96,596 | 318,546 | 8,126 |
| <u>TOTAL ASSETS</u> | <u>\$11,243,873</u> | <u>\$27,986,941</u> | <u>\$6,967,462</u> |
| <u>LIABILITIES</u> | | | |
| Accounts Payable | \$1,263,760 | \$2,688,733 | \$183,832 |
| Due to Other Governmental Units | 328,345 | 380,927 | 11,012 |
| Due to Other Funds | 1,809,953 | 0 | 0 |
| Due to Enterprise Fund | 5,411 | 0 | 0 |
| Salaries Payable | 307,652 | 1,500,161 | 0 |
| Accrued Expenses | 63,499 | 309,634 | 0 |
| Deferred Revenue | 1,739,816 | 0 | 0 |
| Total Liabilities | \$5,518,436 | \$4,879,455 | \$194,844 |
| <u>FUND BALANCES</u> | | | |
| Reserved For: | | | |
| Inventory | 12,730 | 0 | 0 |
| Capital Projects | 0 | 0 | 0 |
| Unreserved: | | | |
| Undesignated, Reported In: | | | |
| General Fund | 5,712,707 | 0 | 0 |
| Special Education Fund | 0 | 23,107,486 | 0 |
| Career Technical Education Fund | 0 | 0 | 6,772,618 |
| Special Revenue Funds | 0 | 0 | 0 |
| Total Fund Balances | \$5,725,437 | \$23,107,486 | \$6,772,618 |
| <u>TOTAL LIABILITIES AND FUND BALANCES</u> | <u>\$11,243,873</u> | <u>\$27,986,941</u> | <u>\$6,967,462</u> |

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
RECONCILIATION OF TOTAL GOVERNMENTAL FUND BALANCES TO
NET ASSETS OF GOVERNMENTAL ACTIVITIES
JUNE 30, 2004

| | | | |
|--------------------------|--------------------------|---|---------------------|
| | | Total Governmental Fund Balances: | \$42,504,404 |
| Other Governmental Funds | Total Governmental Funds | Amounts reported for governmental activities in the statement of net assets are different because: | |
| \$7,000,280 | \$39,791,487 | Capital assets used in governmental activities are not financial resources and therefore are not reported as assets in governmental funds. The cost of the assets is \$18,227,892 and the accumulated depreciation is \$9,777,853 | 8,450,039 |
| 0 | 173,085 | Construction in Progress | 109,882 |
| 191,898 | 2,280,353 | Accrued Interest on Long-Term Debt | 0 |
| 0 | 8,899,578 | Long-term liabilities, including bonds payable, are not due and payable in the current period and therefore are not reported as liabilities in the funds. Long-term liabilities at year end consist of: | |
| 0 | 1,809,953 | Bonds Payable | \$2,012,647 |
| 0 | 12,730 | Compensated Absences Payable | 250,418 |
| 0 | 423,268 | Total Long-Term Liabilities | (2,263,065) |
| \$7,192,178 | \$53,390,454 | <u>TOTAL NET ASSETS -</u> | |
| | | <u>GOVERNMENTAL ACTIVITIES</u> | <u>\$48,801,260</u> |
| \$293,315 | \$4,429,640 | | |
| 0 | 720,284 | | |
| 0 | 1,809,953 | | |
| 0 | 5,411 | | |
| 0 | 1,807,813 | | |
| 0 | 373,133 | | |
| 0 | 1,739,816 | | |
| \$293,315 | \$10,886,050 | | |
| 0 | 12,730 | | |
| 6,895,966 | 6,895,966 | | |
| 0 | 5,712,707 | | |
| 0 | 23,107,486 | | |
| 0 | 6,772,618 | | |
| 2,897 | 2,897 | | |
| \$6,898,863 | \$42,504,404 | | |
| \$7,192,178 | \$53,390,454 | | |

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2004

| | General Fund | Special Education Fund | Career Technical Education Fund | Other Governmental Funds |
|--|-----------------|------------------------------|--|--------------------------------|
| <u>REVENUES</u> | | | | |
| Local Sources | \$5,317,348 | 27,191,545 | \$9,807,432 | \$359,585 |
| State Sources | 6,536,777 | 12,669,633 | 1,874,450 | 0 |
| Federal Sources | 3,384,091 | 16,932,154 | 1,512,875 | 0 |
| Total Revenues | \$15,238,216 | \$56,793,332 | \$13,194,757 | \$359,585 |
| <u>EXPENDITURES</u> | | | | |
| Current: | | | | |
| Instruction | 1,402,413 | 12,787,533 | 0 | 0 |
| Student Services | 3,021,553 | 7,172,432 | 0 | 0 |
| Instructional Staff | 5,008,108 | 1,291,619 | 3,286,705 | 0 |
| General Administration | 867,023 | 987,538 | 88,133 | 0 |
| School Administration | 473,963 | 606,223 | 0 | 0 |
| Business Administration | 258,925 | 548,129 | 129,316 | 0 |
| Operation & Maintenance of Plant | 511,720 | 1,483,805 | 125,895 | 0 |
| Transportation | 157,724 | 4,367,225 | 0 | 0 |
| Support Services - Other | 2,955,044 | 567,715 | 170,411 | 0 |
| Community Services | 0 | 288,804 | 0 | |
| Food Service | 0 | 0 | 0 | 38,807 |
| Capital Outlay | 0 | 0 | 0 | 2,281,941 |
| Total Expenditures | \$14,656,473 | \$30,101,023 | \$3,800,460 | \$2,320,748 |
| Excess (Deficiency) of Revenues Over (Under) Expenditures | \$581,743 | \$26,692,309 | \$9,394,297 | (\$1,961,163) |
| <u>OTHER FINANCING SOURCES (USES)</u> | | | | |
| Transfers to Local Districts | 0 | (23,589,565) | (8,572,646) | 0 |
| Other Transfers | (341,938) | (435) | 0 | |
| Transfers to Other Funds (Net) | (965,000) | (1,500,000) | 0 | 2,465,000 |
| Total Other Financing Sources (Uses) | (\$1,306,938) | (\$25,090,000) | (\$8,572,646) | \$2,465,000 |
| Net Change in Fund Balance | (\$725,195) | \$1,602,309 | \$821,651 | \$503,837 |
| <u>FUND BALANCE - BEGINNING</u> | 6,450,632 | 21,505,177 | 5,950,967 | 6,395,026 |
| <u>FUND BALANCE - ENDING</u> | \$5,725,437 | \$23,107,486 | \$6,772,618 | \$6,898,863 |

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
RECONCILIATION OF THE STATEMENT OF REVENUES, EXPENDITURES
AND CHANGES IN FUND BALANCES OF GOVERNMENTAL FUNDS
TO THE STATEMENT OF ACTIVITIES
FOR THE YEAR ENDED JUNE 30, 2004

| | | |
|----------------|---|--------------------|
| Total | Total net change in fund balances - governmental funds | \$2,202,602 |
| Governmental | Amounts reported for governmental activities in the statement of | |
| Funds | activities are different because: | |
| \$42,675,910 | Governmental funds report capital outlays as expenditures. However, | |
| 21,080,860 | in the statement of activities, the cost of those assets is allocated | |
| 21,829,120 | over their estimated useful lives as depreciation expense. This is | |
| \$85,585,890 | the amount by which capital outlay exceeded depreciation in the | |
| | current period. | 416,431 |
| 14,189,946 | Construction in Progress | 109,882 |
| 10,193,985 | | |
| 9,586,432 | Repayment of bond principal is an expenditure in the governmental | |
| 1,942,694 | funds, but the repayment reduces long-term liabilities in the statement | |
| 1,080,186 | of net assets. This is the amount of repayments reported as | |
| 936,370 | expenditures in the governmental funds. | 43,101 |
| 2,121,420 | | |
| 4,524,949 | Change in accrued interest on long-term liabilities | 4,665 |
| 3,693,170 | | |
| 288,804 | (Increase) in accrued compensated absences | (221,321) |
| 38,807 | | |
| 2,281,941 | <u>CHANGE IN NET ASSETS OF GOVERNMENTAL ACTIVITIES</u> | <u>\$2,555,360</u> |
| \$50,878,704 | | |
| \$34,707,186 | | |
| (32,162,211) | | |
| (342,373) | | |
| 0 | | |
| (\$32,504,584) | | |
| \$2,202,602 | | |
| 40,301,802 | | |
| \$42,504,404 | | |

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF NET ASSETS
PROPRIETARY FUND
JUNE 30, 2004

| | <u>Local District Services</u> |
|--|------------------------------------|
| <u>ASSETS</u> | |
| <u>CURRENT ASSETS</u> | |
| Accounts Receivable | \$1,619,799 |
| Due from Other Funds | 5,411 |
| Inventory | 2,083 |
| Prepaid Expenses | 490,990 |
| Total Current Assets | <u>\$2,118,283</u> |
| <u>NON-CURRENT ASSETS</u> | |
| Capital Assets: | |
| Construction in Progress | 42,729 |
| Equipment | 6,072,935 |
| Buses | 5,457,876 |
| Less Accumulated Depreciation | <u>(3,741,764)</u> |
| Total Noncurrent Assets | <u>\$7,831,776</u> |
| <u>TOTAL ASSETS</u> | <u>\$9,950,059</u> |
| <u>LIABILITIES</u> | |
| <u>CURRENT LIABILITIES</u> | |
| Accounts Payable | \$746,811 |
| Accrued Expenses | 5,411 |
| Total Current Liabilities | <u>\$752,222</u> |
| <u>NON-CURRENT LIABILITIES</u> | |
| Compensated Absences | <u>34,991</u> |
| Total Liabilities | <u>\$787,213</u> |
| <u>NET ASSETS</u> | |
| <u>NET ASSETS</u> | |
| Invested in Capital Assets - Net of Related Debt | 7,831,776 |
| Unrestricted | <u>1,331,070</u> |
| <u>TOTAL NET ASSETS</u> | <u><u>\$9,162,846</u></u> |

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENSES, AND CHANGES IN NET ASSETS
PROPRIETARY FUND
JUNE 30, 2004

| | <u>Local District Services</u> |
|--|------------------------------------|
| <u>OPERATING REVENUES</u> | |
| Charges for Services | \$10,291,593 |
| Other Miscellaneous Revenue | 749,347 |
| Total Operating Revenues | <u>\$11,040,940</u> |
| <u>OPERATING EXPENSES</u> | |
| Salaries & Wages | 3,535,831 |
| Employee Benefits | 1,385,691 |
| Purchased Services | 1,712,545 |
| Supplies & Materials | 465,601 |
| Capital Outlay | 478,246 |
| Other Expenses | 161,350 |
| Depreciation Expense | 529,018 |
| Total Operating Expenses | <u>\$8,268,282</u> |
| Operating Income | <u>\$2,772,658</u> |
| <u>NONOPERATING REVENUES (EXPENSES)</u> | |
| Interest Earned | 8,009 |
| Interest Expense | (14,840) |
| Total Nonoperating Revenues (Expenses) | <u>(\$6,831)</u> |
| <u>INCOME BEFORE CONTRIBUTIONS AND TRANSFERS</u> | <u>\$2,765,827</u> |
| <u>CAPITAL CONTRIBUTIONS AND TRANSFERS</u> | |
| Transfers to Local Districts | (1,240,618) |
| Change in Net Assets | <u>\$1,525,209</u> |
| <u>NET ASSETS - BEGINNING - AS RESTATED</u> | <u>7,637,637</u> |
| <u>NET ASSETS - ENDING</u> | <u><u>\$9,162,846</u></u> |

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF CASH FLOWS
PROPRIETARY FUND
FOR THE YEAR ENDED JUNE 30, 2004

| | <u>Local District Services</u> |
|--|------------------------------------|
| <u>CASH FLOWS FROM OPERATING ACTIVITIES</u> | |
| Receipts from Local Districts | \$10,626,336 |
| Receipts from Other Sources | 749,347 |
| Payments to Suppliers | (3,345,639) |
| Payments to Employees | (4,886,531) |
| Net Cash Provided by Operating Activities | <u>\$3,143,513</u> |
| <u>CASH FLOWS FROM NONCAPITAL FINANCING ACTIVITIES</u> | |
| Transfers to Other Districts | (1,240,618) |
| <u>CASH FLOWS FROM CAPITAL AND RELATED FINANCING ACTIVITIES</u> | |
| Purchases of Capital Assets | (1,701,521) |
| Principal Paid on Capital Debt | (315,000) |
| Interest Paid on Capital Debt | (14,840) |
| Net Cash (Used In) Capital and Related Financing Activities | <u>(\$2,031,361)</u> |
| <u>CASH FLOWS FROM INVESTING ACTIVITIES</u> | |
| Interest Earned | <u>8,009</u> |
| <u>NET (DECREASE) IN CASH AND CASH EQUIVALENTS</u> | (\$120,457) |
| <u>BALANCES - BEGINNING OF YEAR</u> | <u>120,457</u> |
| <u>BALANCES - END OF YEAR</u> | <u><u>\$0</u></u> |
| <u>Reconciliation of Operating Income (Loss) to Net Cash Provided (Used)</u> | |
| <u>By Operating Activities</u> | |
| Operating Income | \$2,772,658 |
| Adjustments to Reconcile Operating Income to Net Cash | |
| Provided (Used) by Operating Activities: | |
| Depreciation Expense | 529,018 |
| Change in Assets and Liabilities: | |
| Receivables | 348,003 |
| Inventory | 431 |
| Prepays | (429,945) |
| Payables | (63,392) |
| Deferred Revenue | (13,260) |
| Net Cash Provided By Operating Activities | <u><u>\$3,143,513</u></u> |

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF FIDUCIARY NET ASSETS
FIDUCIARY FUND
JUNE 30, 2004

| | <u>Trust & Agency</u> |
|---------------------------|-------------------------------|
| <u>ASSETS</u> | |
| Cash and Cash Equivalents | <u>\$160,887</u> |
| <u>TOTAL ASSETS</u> | <u><u>\$160,887</u></u> |
| <u>LIABILITIES</u> | |
| Due to Student Groups | \$128,071 |
| Due to Employee Groups | <u>32,816</u> |
| <u>TOTAL LIABILITIES</u> | <u><u>\$160,887</u></u> |

See accompanying notes to the basic financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004

1) DESCRIPTION OF THE DISTRICT AND REPORTING ENTITY

The School District operates under a locally elected five-member Board form of government and provides educational and supportive services as mandated by the State of Michigan and/or federal agencies. This Board of Education controls the School District's instructional and support facilities which provides special education services and support services to the students of the twenty-one local educational agencies and chartered schools within its borders.

REPORTING ENTITY

A reporting entity is comprised of the primary government, component units and other organizations that are included to ensure the financial statements are not misleading. The primary government of the School District consists of all funds, departments, boards and agencies that are not legally separate from the School District. For Genesee Intermediate School District, this includes general operations, special education services, career technical education services, food service and student and supportive service activities of the School District.

Component units are legally separate organizations for which the School District is financially accountable. Component units may also include organizations that are fiscally dependent on the School District in that the School District approves their budget, the issuance of their debt, or the levying of taxes. The School District has no component units.

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES

The financial statements of Genesee Intermediate School District have been prepared in conformity with accounting principles generally accepted in the United States of America (GAAP) as applied to governmental units. The Governmental Accounting Standards Board (GASB) is the accepted standard-setting body for establishing governmental accounting and financial reporting principles. The School District also applies Financial Accounting Standards Board (FASB) statements and interpretations issued on or before November 30, 1989, to its governmental and business-type activities and to its proprietary funds provided they do not conflict with or contradict GASB pronouncements. The most significant of the School District's accounting policies are described below:

A) FUND ACCOUNTING

The School District uses funds to maintain its financial records during the fiscal year. Fund accounting is designed to demonstrate legal compliance and to aid management by segregating transactions related to certain School District functions or activities. A fund is defined as a fiscal and accounting entity with a self-balancing set of accounts. The various funds of the School District are grouped into the categories governmental, proprietary and fiduciary.

Governmental Funds – Governmental funds focus on the sources, uses and balances of current financial resources. Expendable assets are assigned to the various governmental funds according to the purposes for which they may or must be used. Current liabilities are assigned to the fund from which they will be paid. The difference between governmental fund assets and liabilities is reported as fund balance. The following are the School District's major governmental funds:

General Fund – The general fund is used to account for all financial resources except those required to be accounted for in another fund. The general fund balance is available for any purpose provided it is expended or transferred according to the laws of the State of Michigan.

Special Education Fund – The special education fund is used to account for financial resources to be used specifically for providing special education services to students within the School District.

Career Technical Education Fund - The career technical education fund is used to account for financial resources to be used specifically for providing vocational education services to students within the School District.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

A) FUND ACCOUNTING (Continued)

Capital Projects Fund – The capital projects fund accounts for financial resources to be used for the acquisition, construction, or improvement of capital facilities other than those financed by proprietary funds.

The other governmental funds (non-major funds) of the School District account for other resources whose use is restricted to a particular purpose.

Enterprise Funds – Enterprise funds may be used to account for any activity for which a fee is charged to external users for goods or services. The School District's enterprise fund is:

Local District Services Fund – This fund accounts for a myriad of services provided to local school districts on a fee basis. The major fee for service activities are transportation services for special education and the county-wide interactive voice, data and video network (GENNET).

Fiduciary Funds – Fiduciary fund reporting focuses on net assets and changes in net assets. The District's fiduciary funds consist of agency funds which are custodial in nature (assets equal liabilities) and do not involve measurement of results of operations. The agency funds are used to account for amount held for student and employee groups.

B) BASIS OF PRESENTATION

Government-wide Financial Statements – The statement of net assets and the statement of activities display information about the School District as a whole. These statements include the financial activities of the primary government, except for fiduciary funds. The statements distinguish between those activities of the School District that are governmental and those that are considered business-type activities.

The government-wide statements are prepared using the economic resources measurement focus. This is the same approach used in the preparation of the proprietary fund financial statements but differs from the manner in which governmental fund financial statements are prepared. Governmental fund financial statements therefore include reconciliation with brief explanations to better identify the relationship between the government-wide statements and the statements for governmental funds.

The government-wide statement of activities presents a comparison between direct expenses and program revenues for each segment of the business-type activities of the School District and for each function or program of the School District's governmental activities. Direct expenses are those that are specifically associated with a service, program or department and are therefore clearly identifiable to a particular function. Program revenues include charges paid by the recipient of the goods or services offered by the program and grants and contributions that are restricted to meeting the operational or capital requirements of a particular program. Revenues that are not classified as program revenues are presented as general revenues of the School District, with certain limited exceptions. The comparison of direct expenses with program revenues identifies the extent to which each business segment or governmental function is self-financing or draws from the general revenues of the School District.

Fund Financial Statements – Fund financial statements report detailed information about the School District. The focus of governmental and enterprise fund financial statements is on major funds rather than reporting funds by type. Each major fund is presented in a separate column. Nonmajor funds are aggregated and presented in a single column. Internal service funds are combined and the totals are presented in a single column on the face of the proprietary fund statements. Fiduciary funds are reported by fund type.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

B) BASIS OF PRESENTATION (Continued)

The accounting and reporting treatment applied to a fund is determined by its measurement focus. All governmental fund types are accounted for using a flow of current financial resources measurement focus. The financial statements for governmental funds are a balance sheet, which generally includes only current assets and current liabilities, and a statement of revenues, expenditures and changes in fund balances, which reports on the sources (i.e., revenues and other financing sources) and uses (i.e., expenditures and other financing uses) of current financial resources.

All proprietary fund types are accounted for on a flow of economic resources measurement focus. With this measurement focus, all assets and all liabilities associated with the operation of these funds are included on the statement of net assets. The statement of changes in fund net assets presents increases (i.e., revenues) and decreases (i.e., expenses) in net total assets. The statement of cash flows provides information about how the School District finances and meets the cash flow needs of its proprietary activities.

Fiduciary funds are reported using the economic resources measurement focus.

C) BASIS OF ACCOUNTING

Basis of accounting determines when transactions are recorded in the financial records and reported on the financial statements. Government-wide financial statements are prepared using the accrual basis of accounting. Governmental funds use the modified accrual basis of accounting. Proprietary and fiduciary funds also use the accrual basis of accounting.

Revenues – Exchange and Non-exchange Transactions – Revenues resulting from exchange transactions, in which each party receives essentially equal value, is recorded on the accrual basis when the exchange takes place. On a modified accrual basis, revenues are recorded in the fiscal year in which the resources are measurable and available. Available, means that the resources will be collected within the current fiscal year or are expected to be collected soon enough thereafter to be used to pay liabilities of the current fiscal year. For the School District, available means expected to be received within sixty days of the fiscal year-end.

Nonexchange transactions, in which the School District receives value without directly giving equal value in return, include property taxes, grants, entitlements and donations. On an accrual basis, revenue from property taxes is recognized in the fiscal year for which the taxes are levied. Revenue from grants, entitlements and donations is recognized in the fiscal year in which all eligibility requirements have been satisfied. Eligibility requirements include timing requirements, which specify the year when the resources are required to be used or the fiscal year when use is first permitted, matching requirements, in which the School District must provide local resources to be used for a specified purpose, and expenditure requirements, in which the resources are provided to the School District on a reimbursement basis. On a modified accrual basis, revenues from nonexchange transactions must also be available before it can be recognized.

Under the modified accrual basis, the following revenue sources are considered to be both measurable and available at fiscal year-end: property taxes available in advance, interest, tuition, grants, student fees and rentals.

Deferred Revenue – Deferred revenue arises when assets are recognized before revenue recognition criteria have been satisfied.

Grants and entitlements received before the eligibility requirements are met are recorded as deferred revenue. The long-term portion of the receivable for fees charged to local districts for the GenNet project have also been recorded as deferred revenue.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

C) BASIS OF ACCOUNTING (Continued)

Expenses/Expenditures – On the accrual basis of accounting, expenses are recognized at the time they are incurred. The fair value of donated commodities used during the year is reported in the operating statement as an expense with a like amount reported as donated commodities revenue. Unused donated commodities are reported as deferred revenue.

The measurement focus of governmental fund accounting is on decreases in net financial resources (expenditures) rather than expenses. Expenditures are generally recognized in the accounting period in which the related fund liability is incurred, if measurable. Allocations of cost, such as depreciation, are not recognized in governmental funds.

D) CASH AND CASH EQUIVALENTS

Cash received by the School District in the following funds is pooled for investment purposes and is presented as “Cash and Cash Equivalents” on the financial statements: General Fund, Special Education Fund, Career Technical Education Fund and the Local District Services Enterprise Fund. Interest earned in the pooled accounts is allocated to the participating funds in proportion to the average daily balances in each fund.

During the fiscal year ended June 30, 2004, investments were limited to the Michigan Liquid Asset Fund (MILAF). MILAF is an investment pool managed by Cadre Consulting, which allows school districts within the State of Michigan to pool their funds for investment purposes. Investments in MILAF are valued at cost which equals market value and are recorded as a “cash equivalent”.

For presentation on the financial statements, investments in the cash management pool and investments with an original maturity of three months or less at the time they are purchased by the School District are considered to be cash equivalents. Investments with an initial maturity of more than three months are reported as investments.

E) PREPAID ASSETS

Payments made to vendors for services that will benefit periods beyond June 30, 2004, are recorded as prepaid items using the consumption method. A current asset for the prepaid amount is recorded at the time of the purchase and an expenditure/expense is reported in the year in which services are consumed.

F) INVENTORY

On government-wide financial statements are stated at cost and are expensed when used.

On fund financial statements inventories are stated at cost. Inventory in governmental funds consists of expendable supplies held for consumption. The cost of inventory items is recorded as an expenditure in the governmental fund types when purchased.

G) CAPITAL ASSETS

General capital assets are those assets not specifically related to activities reported in the proprietary funds. These assets generally result from expenditures in the governmental funds. These assets are reported in the governmental activities column of the government-wide statement of net assets but are not reported in the fund financial statements. Capital assets utilized by the proprietary funds are reported both in the business-type activities column of the government-wide statement of net assets and in the respective funds.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

G) CAPITAL ASSETS (Continued)

All capital assets are capitalized at cost (or estimated historical cost) using a \$5,000 capitalization threshold and updated for additions and retirements during the year. Donated fixed assets are recorded at their fair market values as of the date received. The School District maintains a capitalization threshold of one hundred dollars. The School District does not possess any infrastructure. Improvements are capitalized; the cost of normal maintenance and repairs that do not add to the value of the asset or materially extend an assets life are not. Interest incurred during the construction of capital assets is also capitalized.

All reported capital assets are depreciated. Improvements are depreciated over the remaining useful lives of the related capital assets. Depreciation is computed using the straight-line method over the following useful lives:

| <u>Description</u> | <u>Governmental Activities Estimated Lives</u> |
|----------------------------|--|
| Buildings and Improvements | 20 – 50 years |
| Furniture and Equipment | 5 – 10 years |
| Vehicles and Buses | 5 – 10 years |

H) INTERFUND BALANCES

On fund financial statements, receivables and payables resulting from short-term interfund loans are classified as “interfund receivables/payables.” These amounts are eliminated in the governmental and business-type activities columns of the statement of net assets, except for the net residual amounts due between governmental and business-type activities, which are presented as internal balances.

I) COMPENSATED ABSENCES

The School District reports compensated absences in accordance with the provisions of GASB Statement No. 16, “Accounting for Compensated Absences.” Sick leave benefits are accrued as a liability using the termination payment method. An accrual for earned sick leave is made to the extent that it is probable that the benefits will result in termination payments. The liability is based on the School District’s past experience of making termination payments.

The entire compensated absence liability is reported on the government-wide financial statements.

For governmental fund financial statements the current portion of unpaid compensated absences is the amount expected to be paid using expendable available resources. These amounts, if any, are recorded in the account “compensated absences payable” in the fund from which the employees who have accumulated unpaid leave are paid. The noncurrent portion of the liability is not reported. In proprietary funds, the entire amount of compensated absences is reported as a fund liability.

J) ACCRUED LIABILITIES AND LONG-TERM OBLIGATIONS

All payables, accrued liabilities and long-term obligations are reported in the government-wide financial statements, and all payables, accrued liabilities and long-term obligations payable from proprietary funds are reported on the proprietary fund financial statements.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

J) ACCRUED LIABILITIES AND LONG-TERM OBLIGATIONS (Continued)

In general, payables and accrued liabilities that will be paid from governmental funds are reported on the governmental fund financial statements regardless of whether they will be liquidated with current resources. However, claims and judgments, the noncurrent portion of capital leases, compensated absences, contractually required pension contributions and special termination benefits that will be paid from governmental funds are reported as a liability in the fund financial statements only to the extent that they will be paid with current, expendable, available financial resources. In general, payments made within sixty days after year end are considered to have been made with current available financial resources. Bonds and other long-term obligations that will be paid from governmental funds are not recognized as a liability in the fund financial statements until due.

K) FUND BALANCE RESERVES

The School District reserves those portions of fund equity which are legally segregated for a specific future use or which do not represent available expendable resources and therefore are not available for appropriation or expenditure. Unreserved fund balance indicates that portion of fund equity which is available for appropriation in future periods. Fund equity reserves have been established for inventories.

L) NET ASSETS

Net assets represent the difference between assets and liabilities. Net assets invested in capital assets, net of related debt consists of capital assets, net of accumulated depreciation, reduced by the outstanding balances of any borrowings used for the acquisition, construction or improvement of those assets. Net assets are reported as restricted when there are limitations imposed on their use either through the enabling legislation adopted by the School District or through external restrictions imposed by creditors, grantors or laws or regulations of other governments.

M) OPERATING REVENUES AND EXPENSES

Operating revenues are those revenues that are generated directly from the primary activity of the proprietary funds. For the School District, those revenues are primary fees collected for providing transportation of special education students, fees collected for transportation of students in the Flint Community School Districts and fees collected for local district use of the GenNet interactive voice, data and video system.

N) CONTRIBUTIONS OF CAPITAL

Contributions of capital in proprietary fund financial statements arise from outside contributions of fixed assets, or from grants or outside contributions of resources restricted to capital acquisition and construction.

O) INTERFUND ACTIVITY

Transfers between governmental and business-type activities on the government-wide statements are reported in the same manner as general revenues.

Exchange transactions between funds are reported as revenues in the seller funds and as expenditures/expenses in the purchaser funds. Flows of cash or goods from one fund to another without a requirement for repayment are reported as interfund transfers. Interfund transfers are reported as other financing sources/uses in governmental funds and after nonoperating revenues/expenses in proprietary funds. Repayments from funds responsible for particular expenditures/expenses to the funds that initially paid for them are not presented on the financial statements.

P) EXTRAORDINARY AND SPECIAL ITEMS

Extraordinary items are transactions or events that are both unusual in nature and infrequent in occurrence. Special items are transactions or events that are within the control of the Board of Education and that are either unusual in nature or infrequent in occurrence. Neither type of transaction occurred during the fiscal year ended June 30, 2004.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004

2) SUMMARY OF SIGNIFICANT ACCOUNTING POLICIES (Continued)

Q) ESTIMATES

The preparation of financial statements in conformity with accounting principles generally accepted in the United States of America requires management to make estimates and assumptions that affect the amounts reported in the financial statements and accompanying notes. Actual results may differ from those estimates.

R) BUDGETARY DATA

The budgetary process is prescribed by provisions of the State of Michigan Budget Act and entails the preparation of budgetary documents within an established timetable. All funds, other than agency funds, are legally required to be budgeted and appropriated. The legal level of budgetary control has been established by the Board of Education at the function level. Any budgetary modifications may only be made by resolution of the Board of Education.

The School District follows these procedures in establishing the budgets for the individual funds as reflected in the financial statements.

- 1) Prior to June 30, the Superintendent submits to the School Board a proposed operating budget for the fiscal year commencing on July 1.
- 2) A public hearing is conducted during June to obtain taxpayer comments.
- 3) Prior to June 30, the budget is legally enacted through passage of a resolution.
- 4) For purposes of meeting emergency needs of the School District, transfer of appropriations may be made by the authorization of the Superintendent. Such transfers of appropriations must be approved by the Board of Education at its next regularly scheduled meeting.
- 5) The School Superintendent is charged with general supervision of the budget and shall hold the department heads responsible for performance of their responsibilities.
- 6) During the year the budget is monitored, and amendments to the budget resolution are made when deemed necessary.

Lapsing of Appropriations – At the close of each year all unspent appropriations revert to the respective funds from which they were appropriated and become subject to future appropriation.

3) STEWARDSHIP, COMPLIANCE, AND ACCOUNTABILITY – BUDGET VIOLATIONS

P.A. 621 of 1978, Section 18 (1), as amended provides that a local unit shall not incur expenditures in excess of the amount appropriated.

In the body of the financial statements, the District's actual expenditures and budgeted expenditures for the budgetary funds have been shown on a functional basis. The approved budgets of the District for these budgetary funds were adopted to the activity level.

During the year ended June 30, 2004, the District incurred expenditures in certain budgetary funds which were in excess of the amounts appropriated.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004

4) DEPOSITS AND INVESTMENTS

Michigan Compiled Laws, Section 129.91, authorizes the District to deposit and invest in the accounts of Federally insured banks, credit unions, and savings and loan associations; bonds, securities and other direct obligations of the United States, or any agency or instrumentality of the United States; United States government or Federal agency obligation repurchase agreements; bankers' acceptance of United States banks; commercial paper rated by two standard rating agencies within the two highest classifications, which mature not more than 270 days after the date of purchase; obligations of the State of Michigan or its political subdivisions which are rated investment grade; and mutual funds composed of investment vehicles which are legal for direct investment by local units of government in Michigan. Financial institutions eligible for deposit of public funds must maintain an office in Michigan.

Protection of the School District's deposits is provided by the Federal Deposit Insurance Corporation (FDIC).

The following information classifies deposits and investments by categories of risk as defined by GASB Statement No. 3, "Deposits with Financial Institutions, Investments and Reverse Repurchase Agreements."

Undeposited Cash – At June 30, 2004, the School District had \$500 of petty cash on hand which is included as part of "cash and cash equivalents."

Deposits - The Board of Education authorized the following financial institutions for the deposit of the District's funds for the year ended June 30, 2004: Citizens Commercial & Savings Bank, Bank One, and the Michigan Liquid Asset Fund. The Board also authorized the business office to invest funds with financial institutions that gave the maximum interest rate of return upon receipt of quotes.

The District's deposits are in accordance with statutory authority.

At June 30, 2004, the carrying amount of the School District's deposits was \$39,447,120 and the bank balance was \$44,086,363. \$307,701 of the bank balance was covered by federal depository insurance and \$43,778,662 was uninsured and uncollateralized.

Investments - The School District's investments are required to be categorized to give an indication of the level of risk assumed by the District at June 30, 2004. Category 1 includes investments that are insured or registered or for which the securities are held by the School District or its agent in the School District's name. Category 2 includes uninsured and unregistered investments for which securities are held by the counterparty's trust department or agent in the School District's name. Category 3 includes uninsured and unregistered investments for which the securities are held by the counterparty, or its trust department or agent but not in the School District's name.

The District had no investments at June 30, 2004.

5) PROPERTY TAXES

The School District levies its property taxes on December 1 and various municipalities collect its property taxes and remit them to the District through February. The delinquent real property taxes of the District are purchased by the County, and delinquent personal property taxes continue to be collected by the municipalities and recorded as revenue as they are collected. The county sells tax notes, the proceeds of which have been used to pay the District for these delinquent real property taxes. These delinquent real property taxes have been recorded as revenue in the current year.

6) RECEIVABLES

Receivables at June 30, 2004, consist of taxes, accounts (fees), intergovernmental grants and interest. All receivables are considered collectible in full due to the ability to foreclose for the nonpayment of taxes, the stable condition of State programs, and the current year guarantee of federal funds.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004

6) RECEIVABLES (Continued)

A summary of the principal items of intergovernmental receivables (due from other governmental units) follows:

| <u>GOVERNMENTAL ACTIVITIES</u> | <u>AMOUNT</u> |
|--------------------------------------|---------------------|
| State Aid | \$ 3,417,838 |
| Federal Grants | 5,396,230 |
| Other Grant Programs & Fees | 85,510 |
| <u>TOTAL GOVERNMENTAL ACTIVITIES</u> | <u>\$ 8,899,578</u> |

7) SHORT-TERM DEBT

The District has various options for short-term financing including tax anticipation notes, state aid anticipation notes and lines of credit. The District entered into no short-term financing arrangements during the fiscal year ended June 30, 2004.

8) CAPITAL ASSETS

Capital asset activity for the fiscal year ended June 30, 2004, was as follows:

| | <u>BALANCE</u> <u>JULY 1, 2003</u> | <u>ADDITIONS</u> | <u>DEDUCTIONS</u> | <u>BALANCE</u> <u>JUNE 30, 2004</u> |
|-----------------------------------|---------------------------------------|----------------------|-------------------|--|
| <u>GOVERNMENTAL ACTIVITIES</u> | | | | |
| Buildings and Improvements | \$9,841,584 | \$494,086 | \$0 | \$10,335,670 |
| Land Improvements | 0 | 610,002 | 0 | 610,002 |
| Furniture and Equipment | 6,041,562 | 459,395 | 0 | 6,500,957 |
| Vehicles | 743,240 | 38,023 | 0 | 781,263 |
| Totals at Historical Cost | \$16,626,386 | \$1,601,506 | \$0 | \$18,227,892 |
| Less: Accumulated Depreciation | | | | |
| Buildings and Improvements | (5,227,068) | (231,392) | 0 | (5,458,460) |
| Land Improvements | 0 | 0 | 0 | 0 |
| Furniture and Equipment | (2,781,662) | (905,708) | 0 | (3,687,370) |
| Vehicles | (584,048) | (47,975) | 0 | (632,023) |
| Total Accumulated Depreciation | <u>(\$8,592,778)</u> | <u>(\$1,185,075)</u> | <u>\$0</u> | <u>(\$9,777,853)</u> |
| <u>GOVERNMENTAL ACTIVITIES</u> | | | | |
| <u>CAPITAL ASSETS - NET</u> | <u>\$8,033,608</u> | <u>\$416,431</u> | <u>\$0</u> | <u>\$8,450,039</u> |
| <u>BUSINESS - TYPE ACTIVITIES</u> | | | | |
| Furniture and Equipment | \$5,400,012 | \$672,923 | \$0 | \$6,072,935 |
| Buses | 4,471,727 | 986,149 | 0 | 5,457,876 |
| Totals at Historical Cost | \$9,871,739 | \$1,659,072 | \$0 | \$11,530,811 |
| Less: Accumulated Depreciation | | | | |
| Furniture and Equipment | (1,719,372) | (48,694) | 0 | (1,768,066) |
| Buses | (1,493,374) | (480,324) | 0 | (1,973,698) |
| Total Accumulated Depreciation | <u>(\$3,212,746)</u> | <u>(\$529,018)</u> | <u>\$0</u> | <u>(\$3,741,764)</u> |
| <u>BUSINESS - TYPE ACTIVITIES</u> | | | | |
| <u>CAPITAL ASSETS - NET</u> | <u>\$6,658,993</u> | <u>\$1,130,054</u> | <u>\$0</u> | <u>\$7,789,047</u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004

8) CAPITAL ASSETS (Continued)

Depreciation expense, when appropriate, was allocated to governmental functions. Depreciation expense that was not allocated appears on the statement of activities as "unallocated". Depreciation was recorded on the statement of activities as follows:

| | <u>Governmental</u> | <u>Business - Type</u> | <u>TOTAL</u> |
|-----------------------------------|---------------------|----------------------------|---------------------|
| Instruction | \$ 767,341 | \$ 48,694 | \$ 816,035 |
| Support Services | 145,972 | 480,324 | 626,296 |
| Unallocated | 271,761 | 0 | 271,761 |
| <u>TOTAL DEPRECIATION EXPENSE</u> | <u>\$ 1,185,074</u> | <u>\$ 529,018</u> | <u>\$ 1,714,092</u> |

9) FUND EQUITY RESTATEMENT – ENTERPRISE FUND

For the fiscal year ended June 30, 2004, net assets beginning of year has been restated due to a change in net fixed assets as follows:

| | |
|--|---------------------|
| Net Assets – July 1, 2003 - Before Restatement | \$ 4,005,412 |
| Addition to Net Fixed Assets | <u>3,632,225</u> |
| <u>NET ASSETS – JULY 1, 2003 – AS RESTATED</u> | <u>\$ 7,637,637</u> |

10) SELF INSURANCE POOL

The School District participates in a public entity risk pool (self-insurance pool) for its workers' compensation, property and casualty, general liability, and boiler insurance. The pool is through the MASB/SET/SEG and is administered by Corporate Services. The pool provides for reinsurance by various insurance companies at various levels, depending on the coverage. Should the pool experience significant losses in the aggregate, the School District may be required to pay additional monies to the pool. At present, the MASB/SET/SEG has not required additional funds, but rather has issued refunds based on experience gains over experience losses over the last few years. Premiums for the year ended June 30, 2004 were \$485,068 and the School District received a dividend refund of \$121,498.

11) LONG-TERM LIABILITIES

A) Bonds Payable

Genesee Intermediate School District issued general obligation - limited tax bonds for the purpose of purchasing and installing an information technology system.

The bonds are dated February 4, 1997 in the aggregate amount of \$1,885,000 and require annual payments of principal and interest. The interest rates range from 4.00% to 4.60% per annum. The principal balance at June 30, 2004 was \$0. These bonds matured February 1, 2004.

B) Durant Resolution Package Bonds

Genesee Intermediate School District issued Durant Resolution Bonds on November 24, 1998 in the amount of \$3,150,338 at the interest rate of 4.7613%. The bonds are a legal obligation of the school district but the annual State of Michigan appropriation is the only revenue source for making the annual debt service payments on the bonds. If the legislature fails to appropriate the bonds, the district is under no obligation for payment. The balance at June 30, 2004 was \$2,012,647. The legislature refinanced the repayment schedule during the year ended June 30, 2003.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004

11) LONG-TERM LIABILITIES (Continued)

C) Debt service requirements at June 30, 2004, were as follows:

| Year Ended June 30, | Governmental Activities | | |
|------------------------|-------------------------|------------------|--------------------|
| | Durant Bonds | | |
| | Principal | Interest | Total |
| 2005 | \$0 | \$0 | \$0 |
| 2006 | 152,488 | 68,739 | 221,227 |
| 2007 | 728,673 | 315,261 | 1,043,934 |
| 2008 | 167,356 | 53,874 | 221,230 |
| 2009 | 175,327 | 45,906 | 221,233 |
| 2010-2013 | 788,803 | 96,075 | 884,878 |
| <u>TOTAL</u> | <u>\$2,012,647</u> | <u>\$579,855</u> | <u>\$2,592,502</u> |

D) Changes in Long-Term Liabilities

| | BALANCE | | | BALANCE | AMOUNT DUE |
|---------------------------------------|--------------------|------------------|------------------|--------------------|-------------|
| | JULY 1, 2003 | ADDITIONS | DEDUCTIONS | JUNE 30, 2004 | IN ONE YEAR |
| <u>Governmental Activities:</u> | | | | | |
| Capital Lease Payable | \$43,101 | \$0 | \$43,101 | \$0 | \$0 |
| Bonds Payable | 2,012,647 | 0 | 0 | 2,012,647 | 0 |
| Compensated Absences Payable | 29,097 | 221,321 | 0 | 250,418 | 0 |
| <u>Total Governmental Activities</u> | <u>\$2,084,845</u> | <u>\$221,321</u> | <u>\$43,101</u> | <u>\$2,263,065</u> | <u>\$0</u> |
| <u>Business Type Activities</u> | | | | | |
| Bonds Payable | \$315,000 | \$0 | \$315,000 | \$0 | \$0 |
| Compensated Absences Payable | 0 | 34,991 | 0 | 34,991 | 0 |
| <u>Total Business-Type Activities</u> | <u>\$315,000</u> | <u>\$34,991</u> | <u>\$315,000</u> | <u>\$34,991</u> | <u>\$0</u> |

The payment dates of sick days payable are undeterminable. The interest expenditures on long-term obligations for the year were \$18,574.

12) OPERATING LEASES

Genesee Intermediate School District has entered into four operating leases summarized below:

- A) The District entered into a lease with St. Agnes Parish for the use of the St. Agnes Convent. The lease, dated September 1, 2002, is for the term of five years. The building is being leased at a cost of \$44,529 per year, utilities included. The rent for each subsequent year shall be determined by Consumer Price Index. In addition a monthly service fee will be charged for the alarm system.
- B) The District entered into a sub-lease agreement with the Genesee County Community Mental Health Services for the use of the Elmer Knopf Learning Center. The lease is for the term of one year with the option to renew for one year. The lease term begins on August 26, 2003 and ends on August 25, 2004. The building is being leased at a cost of \$6,000 per year plus 3% of all utilities for premises including gas, electrical, and water and 3% of the actual cost of housekeeping services, rubbish removal, snow removal and lawn care.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004

12) OPERATING LEASES (Continued)

- C) The District entered into a lease agreement with NuWest Associates for the use of space in the Ballenger Point Shopping Center. The monthly rental amount is \$7,879 which includes the base rental and other charges. The lease term begins on October 1, 2003 and ends on September 30, 2006. There is an option to renew the lease after the original term has expired.

The future minimum payments are as follows:

| | |
|--------------|-------------------|
| 2005 | \$ 145,081 |
| 2006 | 139,581 |
| 2007 | <u>31,060</u> |
| <u>TOTAL</u> | <u>\$ 315,722</u> |

13) INTERFUND BALANCES

Interfund balances at June 30, 2004 consisted of the following:

| DUE TO | DUE FROM | | | |
|--------------|--------------------|------------|----------------|--------------------|
| | | CAREER | | |
| | SPECIAL | TECHNICAL | | |
| | EDUCATION | EDUCATION | ENTERPRISE | TOTAL |
| | FUND | FUND | FUND | |
| General Fund | <u>\$1,809,948</u> | <u>\$5</u> | <u>\$5,411</u> | <u>\$1,815,364</u> |

These balances resulted from the time lag between the dates that (1) interfund goods and services are provided or reimbursable expenditures occur, (2) transactions are recorded in the accounting systems, and (3) payments between funds are made.

14) INTERFUND TRANSFERS

Interfund transfers for the year ended June 30, 2004, consisted of the following:

| TRANSFERS TO | TRANSFERS FROM | | |
|-----------------------|------------------|--------------------|--------------------|
| | | SPECIAL | |
| | GENERAL | EDUCATION | |
| | FUND | FUND | TOTAL |
| Capital Projects Fund | <u>\$965,000</u> | <u>\$1,500,000</u> | <u>\$2,465,000</u> |
| <u>TOTAL</u> | <u>\$965,000</u> | <u>\$1,500,000</u> | <u>\$2,465,000</u> |

Transfers were used to finance various capital projects accounted for in other funds in accordance with budgetary authorizations.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004

15) DEFINED BENEFIT PENSION PLAN

Plan Description

The School District participates in the Michigan Public School Employees' Retirement System (MPERS), a statewide, cost-sharing, multiple-employer defined benefit public employee retirement system governed by the State of Michigan that covers substantially all employees of the School District. The MPERS provides retirement, survivor and disability benefits to plan members and their beneficiaries. The MPERS issues a publicly available financial report that includes financial statements and required supplementary information for the MPERS. That report may be obtained by writing to the MPERS at 7150 Harris Drive, PO Box 30673, Lansing, MI 48909-8103.

Funding Policy

Employer contributions to the MPERS result from the implementing effects of the School Finance Reform Act. Under these procedures, each school district is required to contribute the full actuarial funding contribution amount to fund pension benefits, plus an additional amount to fund retiree health care benefit amounts on a cash disbursement basis. The pension benefit rate totals 12.99 percent for the period July 1, 2003 through September 30, 2003 and 12.99 percent for the period October 1, 2003 through June 30, 2004 of the covered payroll to the plan. Basic plan members make no contributions, but contribute to a member investment plan (MIP) at rates ranging from 3 percent to 4.3 percent of gross wages. The School District's contributions to the MPERS pension plan for the years ended June 30, 2004, 2003 and 2002 were \$3,223,554, \$3,035,817 and \$2,711,566, respectively.

Postemployment Benefits

Under the MPERS Act, all retirees participating in the MPERS pension plan have the option of continuing health, dental and vision coverage. Retirees having these coverages contribute an amount equivalent to the monthly cost for Part B Medicare and 10 percent of the monthly premium amount for the health, dental and vision coverages. Required contributions for postemployment health care benefits are included as part of the School District's total contribution to the MPERS pension plan discussed above.

16) RISK MANAGEMENT

The District is exposed to various risks of loss in conducting its operations, from property and casualty, theft, damage to various tort and liability claims and workman's compensation claims. The District limits its exposure to such claims through its participation in and payments of premiums to SET-SEG, Inc. Insurance Trust. The pool maintains a loss fund and is also required by the terms of the participation agreement to obtain insurance and reinsurance as necessary.

The terms of the participation agreement with the pool indicate that, should losses of the pool incurred in a given coverage period exceed the loss fund and the aggregate excess reinsurance, the fund may access its member districts on a pro-rata basis to cover excess losses. In past years the loss fund has exceeded the amount necessary to maintain prudent loss reserves, resulting in annual premium refunds to member districts. The District's management believes that participation in this pool provides sufficient coverage to protect the District from significant adverse financial impact.

17) GOVERNMENTAL REGULATION

Substantially all of the school district's facilities are subject to federal, state and local provisions regulating the discharge of materials into the environment. Compliance with these provisions has not had, nor does the school district expect such compliance to have, any material effect upon the capital expenditures, net revenue in excess of expenditures or financial condition of the school district. Management believes that its current practices and procedures for the control and disposition of such wastes comply with applicable federal and state requirements.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES TO FINANCIAL STATEMENTS
FOR THE YEAR ENDED JUNE 30, 2004

18) CONTINGENCIES AND COMMITMENTS

The District participates in a number of federally assisted grant programs. These programs are subject to program compliance audits. The audits of these programs for and including the year ended June 30, 2004, have been conducted and have been reported in this audit report. However, the compliance audit reports have not yet been accepted by the grantors. The amount, if any, of expenditures which may be disallowed by the granting agencies cannot be determined at this time; although the District expects such amounts, if any, to be immaterial.

REQUIRED
SUPPLEMENTARY
INFORMATION

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
GENERAL FUND
FOR THE YEAR ENDED JUNE 30, 2004

| | Budgeted Amounts | | | Variance With |
|---------------------------------------|------------------|--------------|--------------|---------------|
| | Original | Final | Actual | Final Budget |
| <u>REVENUES</u> | | | | |
| Local Sources | \$4,081,491 | \$5,609,364 | \$5,317,348 | (\$292,016) |
| State Sources | 4,825,941 | 6,496,961 | 6,536,777 | 39,816 |
| Federal Sources | 2,807,130 | 3,995,372 | 3,384,091 | (611,281) |
| Total Revenues | \$11,714,562 | \$16,101,697 | \$15,238,216 | (\$863,481) |
| <u>EXPENDITURES</u> | | | | |
| Current: | | | | |
| Instruction | 0 | 1,353,358 | 1,402,413 | (49,055) |
| Student Services | 5,067,785 | 3,482,569 | 3,021,553 | 461,016 |
| Instructional Staff | 4,171,477 | 5,720,093 | 5,008,108 | 711,985 |
| General Administration | 1,647,235 | 952,200 | 867,023 | 85,177 |
| School Administration | 0 | 437,449 | 473,963 | (36,514) |
| Business Administration | 294,655 | 287,003 | 258,925 | 28,078 |
| Operation & Maintenance of Plant | 599,934 | 575,498 | 511,720 | 63,778 |
| Transportation | 137,087 | 173,911 | 157,724 | 16,187 |
| Support Services - Other | 1,749,309 | 3,134,297 | 2,955,044 | 179,253 |
| Total Expenditures | \$13,667,482 | \$16,116,378 | \$14,656,473 | \$1,459,905 |
| Excess of Revenues Over Expenditures | (\$1,952,920) | (\$14,681) | \$581,743 | \$596,424 |
| <u>OTHER FINANCING SOURCES (USES)</u> | | | | |
| Net Change in Fund Balance | (915,000) | (965,000) | (1,306,938) | (341,938) |
| | (\$2,867,920) | (\$979,681) | (\$725,195) | \$254,486 |
| <u>FUND BALANCE - BEGINNING</u> | | | 6,450,632 | |
| <u>FUND BALANCE - ENDING</u> | | | \$5,725,437 | |

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
SPECIAL EDUCATION FUND
FOR THE YEAR ENDED JUNE 30, 2004

| | <u>Budgeted Amounts</u> | | <u>Actual</u> | <u>Variance With Final Budget</u> |
|---------------------------------------|-------------------------|-----------------------|-----------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | | |
| <u>REVENUES</u> | | | | |
| Local Sources | \$26,389,832 | \$27,440,726 | \$27,191,545 | (\$249,181) |
| State Sources | 12,045,543 | 12,756,534 | 12,669,633 | (86,901) |
| Federal Sources | 12,679,059 | 17,665,335 | 16,932,154 | (733,181) |
| Total Revenues | <u>\$51,114,434</u> | <u>\$57,862,595</u> | <u>\$56,793,332</u> | <u>(\$1,069,263)</u> |
| <u>EXPENDITURES</u> | | | | |
| Current: | | | | |
| Instruction | 15,430,384 | 13,425,448 | 12,787,533 | 637,915 |
| Student Services | 6,688,745 | 7,534,111 | 7,172,432 | 361,679 |
| Instructional Staff | 1,539,763 | 1,492,495 | 1,291,619 | 200,876 |
| General Administration | 1,477,393 | 1,029,377 | 987,538 | 41,839 |
| School Administration | 660,348 | 648,447 | 606,223 | 42,224 |
| Business Administration | 735,818 | 567,663 | 548,129 | 19,534 |
| Operation & Maintenance of Plant | 1,772,897 | 1,711,639 | 1,483,805 | 227,834 |
| Transportation | 3,386,500 | 4,363,969 | 4,367,225 | (3,256) |
| Support Services - Other | 857,042 | 685,354 | 567,715 | 117,639 |
| Community Services | 300 | 365,271 | 288,804 | 76,467 |
| Total Expenditures | <u>\$32,549,190</u> | <u>\$31,823,774</u> | <u>\$30,101,023</u> | <u>\$1,722,751</u> |
| Excess of Revenues Over Expenditures | <u>\$18,565,244</u> | <u>\$26,038,821</u> | <u>\$26,692,309</u> | <u>\$653,488</u> |
| <u>OTHER FINANCING SOURCES (USES)</u> | | | | |
| Transfers to Local Districts | (19,185,035) | (23,987,157) | (23,589,565) | 397,592 |
| Other Transfers | 0 | 0 | (435) | (435) |
| Transfers to Other Funds | <u>(1,500,000)</u> | <u>(1,500,000)</u> | <u>(1,500,000)</u> | <u>0</u> |
| Total Other Financing Sources (Uses) | <u>(\$20,685,035)</u> | <u>(\$25,487,157)</u> | <u>(\$25,090,000)</u> | <u>\$397,157</u> |
| Net Change in Fund Balance | <u>(\$2,119,791)</u> | <u>\$551,664</u> | <u>\$1,602,309</u> | <u>\$1,050,645</u> |
| <u>FUND BALANCE - BEGINNING</u> | | | <u>21,505,177</u> | |
| <u>FUND BALANCE - ENDING</u> | | | <u>\$23,107,486</u> | |

GENESEE INTERMEDIATE SCHOOL DISTRICT
STATEMENT OF REVENUES, EXPENDITURES AND CHANGES
IN FUND BALANCE - BUDGET AND ACTUAL
CAREER TECHNICAL EDUCATION FUND
FOR THE YEAR ENDED JUNE 30, 2004

| | <u>Budgeted Amounts</u> | | | |
|---------------------------------------|-------------------------|---------------------|---------------------------|---------------------------------------|
| | <u>Original</u> | <u>Final</u> | <u>Actual</u> | <u>Variance With Final Budget</u> |
| <u>REVENUES</u> | | | | |
| Local Sources | \$9,739,201 | \$9,916,872 | \$9,807,432 | (\$109,440) |
| State Sources | 2,963,975 | 1,874,466 | 1,874,450 | (16) |
| Federal Sources | 1,619,148 | 1,512,875 | 1,512,875 | 0 |
| Total Revenues | <u>\$14,322,324</u> | <u>\$13,304,213</u> | <u>\$13,194,757</u> | <u>(\$109,456)</u> |
| <u>EXPENDITURES</u> | | | | |
| Current: | | | | |
| Instructional Staff | 5,191,212 | 4,129,372 | 3,286,705 | 842,667 |
| General Administration | 292,061 | 116,696 | 88,133 | 28,563 |
| Business Administration | 171,237 | 146,489 | 129,316 | 17,173 |
| Operation & Maintenance of Plant | 156,829 | 153,290 | 125,895 | 27,395 |
| Support Services - Other | 207,754 | 185,904 | 170,411 | 15,493 |
| Total Expenditures | <u>\$6,019,093</u> | <u>\$4,731,751</u> | <u>\$3,800,460</u> | <u>\$931,291</u> |
| Excess of Revenues Over Expenditures | <u>\$8,303,231</u> | <u>\$8,572,462</u> | <u>\$9,394,297</u> | <u>\$821,835</u> |
| <u>OTHER FINANCING SOURCES (USES)</u> | | | | |
| Transfers to Local Districts | <u>(9,003,011)</u> | <u>(8,974,235)</u> | <u>(8,572,646)</u> | <u>401,589</u> |
| Net Change in Fund Balance | <u>(\$699,780)</u> | <u>(\$401,773)</u> | <u>\$821,651</u> | <u>\$1,223,424</u> |
| <u>FUND BALANCE - BEGINNING</u> | | | <u>5,950,967</u> | |
| <u>FUND BALANCE - ENDING</u> | | | <u><u>\$6,772,618</u></u> | |

OTHER SUPPLEMENTAL
INFORMATION

GENESEE INTERMEDIATE SCHOOL DISTRICT
COMBINING BALANCE SHEET
OTHER GOVERNMENTAL FUNDS
AS OF JUNE 30, 2004

| | School Service Fund | Capital Projects Fund | Total Other Governmental Funds |
|--|---------------------------|-----------------------------|---|
| <u>ASSETS</u> | | | |
| Cash and Cash Equivalents | \$2,897 | \$6,997,383 | \$7,000,280 |
| Accounts Receivable | <u>0</u> | <u>191,898</u> | <u>191,898</u> |
| <u>TOTAL ASSETS</u> | <u>\$2,897</u> | <u>\$7,189,281</u> | <u>\$7,192,178</u> |
| <u>LIABILITIES</u> | | | |
| Accounts Payable | \$0 | \$293,315 | \$293,315 |
| <u>FUND BALANCES</u> | | | |
| Reserved - Capital Projects | 0 | 6,895,966 | 6,895,966 |
| Unreserved: | | | |
| School Service Fund | <u>2,897</u> | <u>0</u> | <u>2,897</u> |
| Total Fund Balances | <u>\$2,897</u> | <u>\$6,895,966</u> | <u>\$6,898,863</u> |
| <u>TOTAL LIABILITIES FUND BALANCES</u> | <u>\$2,897</u> | <u>\$7,189,281</u> | <u>\$7,192,178</u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT
COMBINING STATEMENT OF REVENUES, EXPENDITURES, AND CHANGES IN FUND BALANCES
OTHER GOVERNMENTAL FUNDS
FOR THE YEAR ENDED JUNE 30, 2004

| | School Service Fund | Capital Projects Fund | Total Other Governmental Funds |
|--|---------------------------|-----------------------------|---|
| <u>REVENUES</u> | | | |
| Local Sources | \$40,508 | \$319,077 | \$359,585 |
| <u>OTHER FINANCING SOURCES</u> | | | |
| Transfers from Other Funds | 0 | 2,465,000 | 2,465,000 |
| Total Revenues and Other Financing Sources | <u>\$40,508</u> | <u>\$2,784,077</u> | <u>\$2,824,585</u> |
| <u>EXPENDITURES</u> | | | |
| Food Service | 38,807 | 0 | 38,807 |
| Capital Outlay | 0 | 2,281,941 | 2,281,941 |
| Total Expenditures | <u>\$38,807</u> | <u>\$2,281,941</u> | <u>\$2,320,748</u> |
| Net Change in Fund Balance | <u>\$1,701</u> | <u>\$502,136</u> | <u>\$503,837</u> |
| <u>NET ASSETS - BEGINNING</u> | <u>1,196</u> | <u>6,393,830</u> | <u>6,395,026</u> |
| <u>NET ASSETS - ENDING</u> | <u><u>\$2,897</u></u> | <u><u>\$6,895,966</u></u> | <u><u>\$6,898,863</u></u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
CAPITAL PROJECTS FUND
COMBINING BALANCE SHEET
AS OF JUNE 30, 2004

| | <u>DURANT</u> | <u>GENERAL CAPITAL PROJECTS</u> | <u>SPECIAL ED CAPITAL PROJECTS</u> | <u>TOTAL</u> |
|--|------------------|---|--|--------------------|
| <u>ASSETS</u> | | | | |
| Cash and Cash Equivalents | \$990,890 | \$1,839,249 | \$4,167,244 | \$6,997,383 |
| Accounts Receivable | <u>0</u> | <u>191,898</u> | <u>0</u> | <u>191,898</u> |
| <u>TOTAL ASSETS</u> | <u>\$990,890</u> | <u>\$2,031,147</u> | <u>\$4,167,244</u> | <u>\$7,189,281</u> |
| <u>LIABILITIES</u> | | | | |
| Accounts Payable | \$625 | \$110,906 | \$181,784 | \$293,315 |
| <u>FUND EQUITY</u> | | | | |
| Reserved - Capital Projects | <u>990,265</u> | <u>1,920,241</u> | <u>3,985,460</u> | <u>6,895,966</u> |
| <u>TOTAL LIABILITIES AND FUND EQUITY</u> | <u>\$990,890</u> | <u>\$2,031,147</u> | <u>\$4,167,244</u> | <u>\$7,189,281</u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
CAPITAL PROJECTS FUND
COMBINING STATEMENTS OF REVENUES, EXPENDITURES AND
CHANGES IN FUND BALANCE
FOR THE YEAR ENDED JUNE 30, 2004

| | <u>DURANT</u> | <u>GENERAL CAPITAL PROJECTS</u> | <u>SPECIAL ED CAPITAL PROJECTS</u> | <u>TOTAL AFTER INTERFUND ELIMINATIONS</u> |
|--|------------------|---|--|---|
| <u>REVENUES</u> | | | | |
| <u>Local Sources</u> | | | | |
| Earnings on Investments and Deposits | \$0 | \$27,386 | \$45,879 | \$73,265 |
| USF Discounts | 0 | 245,812 | 0 | 245,812 |
| Total Revenues | <u>\$0</u> | <u>\$273,198</u> | <u>\$45,879</u> | <u>\$319,077</u> |
| <u>OTHER FINANCING SOURCES</u> | | | | |
| Transfers from Other Funds | 315,000 | 650,000 | 1,500,000 | 2,465,000 |
| Total Revenues and Other Financing Sources | <u>\$315,000</u> | <u>\$923,198</u> | <u>\$1,545,879</u> | <u>\$2,784,077</u> |
| <u>EXPENDITURES</u> | | | | |
| Purchased Services | 21,577 | 266,723 | 285,379 | 573,679 |
| Supplies | 0 | 20,684 | 0 | 20,684 |
| Building and Grounds | 130,042 | 373,152 | 803,488 | 1,306,682 |
| Furniture and Equipment | 10,498 | 257,634 | 112,764 | 380,896 |
| Total Expenditures | <u>\$162,117</u> | <u>\$918,193</u> | <u>\$1,201,631</u> | <u>\$2,281,941</u> |
| <u>EXCESS REVENUES AND OTHER FINANCING SOURCES OVER (UNDER) EXPENDITURES</u> | <u>\$152,883</u> | <u>\$5,005</u> | <u>\$344,248</u> | <u>\$502,136</u> |
| <u>FUND BALANCE - BEGINNING OF YEAR</u> | <u>\$837,382</u> | <u>\$1,915,236</u> | <u>\$3,641,212</u> | <u>\$6,393,830</u> |
| <u>FUND BALANCE - END OF YEAR</u> | <u>\$990,265</u> | <u>\$1,920,241</u> | <u>\$3,985,460</u> | <u>\$6,895,966</u> |

INDIVIDUAL FUND SCHEDULES OF
REVENUES, EXPENDITURES AND
OTHER FINANCING USES

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
GENERAL FUND
SCHEDULE OF REVENUES
FOR THE YEAR ENDED JUNE 30, 2004

REVENUES FROM
Local Sources

| | |
|--------------------------------------|--------------------|
| Current Tax Levy | \$1,638,149 |
| Payments in Lieu of Taxes | 7,944 |
| Earnings on Investments and Deposits | 67,274 |
| Fees | 38,616 |
| Other Local Grants | 1,154,331 |
| Mott Middle College | 1,784,821 |
| Miscellaneous | 603,363 |
| Tech Center | 22,850 |
| Total Local Sources | <u>\$5,317,348</u> |

State Sources

| | |
|--|--------------------|
| Intermediate Districts - Section 81 | 4,241,732 |
| Renaissance Zone - Section 26a | 194,774 |
| Bilingual Education - Section 41 | 8,062 |
| Gifted and Talented - Section 57.3 | 1,231 |
| Durant - Section 11F | 315,000 |
| ISD Gifted and Talented - Section 57.1 | 1,163 |
| Bus Driver Safety - Section 74 | 153,126 |
| Math and Science - Section 99.1 | 204,133 |
| Project Skip - Section 32b | 1,209,343 |
| Literacy Achievement - Section 32f8 | 121,031 |
| Other State Grants | 87,182 |
| Total State Sources | <u>\$6,536,777</u> |

Federal Sources

| | |
|---------------------------------------|--------------------|
| PEP - CM White Physical Fitness | 311,291 |
| Emergency Management/Crisis Response | 93,769 |
| Safe & Drug Free Learning | 1,610,246 |
| Safe and Drug-Free Schools | 356,064 |
| Even Start | 450,000 |
| Title III Immigrant Education | 37,317 |
| IASA Title V | 72,741 |
| MI Model Part for Character Education | 55,888 |
| Reading First | 29,584 |
| Homeless Children and Youth | 30,446 |
| Strong Family/Safe Children | 5,648 |
| Improving Teacher Quality | 7,442 |
| Teen Pregnancy Prevention | 40,718 |
| Team Nutrition | 1,675 |
| State Homeland Security | 281,262 |
| Total Federal Sources | <u>\$3,384,091</u> |

TOTAL REVENUES
\$15,238,216

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SPECIAL EDUCATION FUND
SCHEDULE OF REVENUES
FOR THE YEAR ENDED JUNE 30, 2004

REVENUES FROM
Local Sources

| | |
|--------------------------------------|---------------------|
| Current Tax Levy | \$24,119,536 |
| Payments in Lieu of Taxes | 38,016 |
| Earnings on Investments and Deposits | 296,038 |
| Miscellaneous | 408,119 |
| Contributions | 27,849 |
| Medicaid Fee-for-Service Program | 1,067,135 |
| Gifts, Grants and Bequests | 1,234,852 |
| Total Local Sources | <u>\$27,191,545</u> |

State Sources

| | |
|--|---------------------|
| Special Education Foundation - Section 51a.2 | 4,428,945 |
| Special Education - Section 51a | 3,948,510 |
| Court and State Agency Placed Pupils - Section 53a | 33,258 |
| School for the Deaf/Blind - Section 54 | 643,137 |
| Special Education - Section 56 | 2,908,751 |
| Intermediate Districts - Section 81 | 400,000 |
| Special Education Foundation (Non-Sec 52) - Section 51a.12 | 5,855 |
| Center Program Fica/Retirement - Section 51a.8 | 301,177 |
| Total State Sources | <u>\$12,669,633</u> |

Federal Sources

| | |
|---|---------------------|
| IDEA Flowthrough | 14,896,037 |
| Enhancing Opportunities for Student with Disabilities | 48,063 |
| Preschool Incentive | 628,450 |
| Technology and Materials Training | 23,770 |
| Transition Services | 102,115 |
| Capacity Building | 189,363 |
| Infant and Toddler Formula | 425,775 |
| Medicaid Administrative Outreach Claims | 340,779 |
| School Based Services - Transportation | 62,149 |
| Workforce Investment Act | 215,653 |
| Total Federal Sources | <u>\$16,932,154</u> |

TOTAL REVENUES
\$56,793,332

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
CAREER TECHNICAL EDUCATION FUND
SCHEDULE OF REVENUES
FOR THE YEAR ENDED JUNE 30, 2004

REVENUES FROM

Local Sources

| | |
|--------------------------------------|--------------------|
| Current Tax Levy | \$9,646,119 |
| Payments in Lieu of Taxes | 15,205 |
| Earnings on Investments and Deposits | 98,697 |
| Miscellaneous | 47,411 |
| Total Local Sources | <u>\$9,807,432</u> |

State Sources

| | |
|--|--------------------|
| Career Technical Education - Section 61a.1 | 206,100 |
| Career Technical Education Administration - Section 61a.2 | 14,220 |
| Career Technical Education Millage Equalization - Section 62 | 1,640,119 |
| Intermediate Districts - Section 81 | 14,011 |
| Total State Sources | <u>\$1,874,450</u> |

Federal Sources

| | |
|-------------------------------|--------------------|
| Secondary Regional Allocation | 1,312,789 |
| Tech Prep Education | 200,086 |
| Total Federal Sources | <u>\$1,512,875</u> |

TOTAL REVENUES

\$13,194,757

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2004

INSTRUCTION

| | |
|-----------------------------|--------------------|
| Salaries - Professional | \$1,009,084 |
| Salaries - Non-Professional | 18,117 |
| Insurances | 135,970 |
| Fica, Retirement, Etc. | 211,027 |
| Supplies & Materials | 28,215 |
| Total Instruction | <u>\$1,402,413</u> |

SUPPORT SERVICES
STUDENT SERVICES

| | |
|-----------------------------|--------------------|
| Salaries - Professional | 1,086,557 |
| Salaries - Non-Professional | 68,277 |
| Insurances | 51,839 |
| Fica, Retirement, Etc. | 146,898 |
| Purchased Services | 1,531,214 |
| Supplies & Materials | 87,954 |
| Capital Outlay | 48,814 |
| Total Student Services | <u>\$3,021,553</u> |

INSTRUCTIONAL STAFF

| | |
|-----------------------------|--------------------|
| Salaries - Professional | 1,050,000 |
| Salaries - Non-Professional | 500,463 |
| Insurances | 276,865 |
| Fica, Retirement, Etc. | 409,633 |
| Purchased Services | 2,253,641 |
| Supplies & Materials | 465,627 |
| Capital Outlay | 17,209 |
| Other | 34,670 |
| Total Instructional Staff | <u>\$5,008,108</u> |

GENERAL ADMINISTRATION

| | |
|------------------------------|------------------|
| Salaries - Professional | 364,054 |
| Salaries - Non-Professional | 135,566 |
| Insurances | 41,337 |
| Fica, Retirement, Etc. | 90,717 |
| Purchased Services | 181,512 |
| Supplies & Materials | 53,837 |
| Total General Administration | <u>\$867,023</u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2004

SUPPORT SERVICES (Continued)

SCHOOL ADMINISTRATION

| | |
|-----------------------------|------------------|
| Salaries - Professional | \$89,484 |
| Salaries - Non-Professional | 105,448 |
| Insurances | 65,925 |
| Fica, Retirement, Etc. | 43,634 |
| Purchased Services | 95,544 |
| Supplies & Materials | 70,753 |
| Capital Outlay | 3,175 |
| Total School Administration | <u>\$473,963</u> |

BUSINESS ADMINISTRATION

| | |
|-------------------------------|------------------|
| Salaries - Professional | 31,592 |
| Salaries - Non-Professional | 123,175 |
| Insurances | 26,418 |
| Fica, Retirement, Etc. | 31,388 |
| Purchased Services | 40,772 |
| Supplies & Materials | 3,200 |
| Capital Outlay | 744 |
| Other | 1,636 |
| Total Business Administration | <u>\$258,925</u> |

OPERATION & MAINTENANCE OF PLANT

| | |
|--|------------------|
| Salaries - Non-Professional | 130,990 |
| Insurances | 30,634 |
| Fica, Retirement, Etc. | 29,306 |
| Purchased Services | 167,765 |
| Supplies & Materials | 153,025 |
| Total Operation & Maintenance of Plant | <u>\$511,720</u> |

TRANSPORTATION

| | |
|-----------------------------|------------------|
| Salaries - Professional | 59,529 |
| Salaries - Non-Professional | 11,533 |
| Insurances | 14,501 |
| Fica, Retirement, Etc. | 14,670 |
| Purchased Services | 51,442 |
| Supplies & Materials | 6,049 |
| Total Transportation | <u>\$157,724</u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
GENERAL FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2004

SUPPORT SERVICES (Continued)

OTHER SUPPORT SERVICES

| | |
|------------------------------|--------------------|
| Salaries - Professional | \$416,449 |
| Salaries - Non-Professional | 554,217 |
| Insurances | 179,025 |
| Fica, Retirement, Etc. | 201,409 |
| Purchased Services | 1,078,713 |
| Supplies & Materials | 29,068 |
| Capital Outlay | 156,909 |
| Other | 339,254 |
| Total Other Support Services | <u>\$2,955,044</u> |

| | |
|------------------------|---------------------|
| Total Support Services | <u>\$13,254,060</u> |
|------------------------|---------------------|

| | |
|--------------------|--------------|
| Total Expenditures | \$14,656,473 |
|--------------------|--------------|

OTHER FINANCING USES

| | |
|----------------------------|--------------------|
| IFT/CFT Repayment | 328,345 |
| Prior Period Adjustment | 13,593 |
| Transfers to Other Funds | 965,000 |
| Total Other Financing Uses | <u>\$1,306,938</u> |

| | |
|--|---------------------|
| <u>TOTAL EXPENDITURES AND OTHER FINANCING USES</u> | <u>\$15,963,411</u> |
|--|---------------------|

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SPECIAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2004

INSTRUCTION

| | |
|-----------------------------|---------------------|
| Salaries - Professional | \$4,565,058 |
| Salaries - Non-Professional | 4,082,721 |
| Insurances | 1,960,214 |
| Fica, Retirement, Etc. | 1,796,833 |
| Purchased Services | 39,315 |
| Supplies & Materials | 182,012 |
| Capital Outlay | 161,260 |
| Other | 120 |
| Total Instruction | <u>\$12,787,533</u> |

SUPPORT SERVICES
STUDENT SERVICES

| | |
|-----------------------------|--------------------|
| Salaries - Professional | 4,310,924 |
| Salaries - Non-Professional | 647,199 |
| Insurances | 865,705 |
| Fica, Retirement, Etc. | 1,023,861 |
| Purchased Services | 171,261 |
| Supplies & Materials | 143,383 |
| Capital Outlay | 9,639 |
| Other | 460 |
| Total Student Services | <u>\$7,172,432</u> |

INSTRUCTIONAL STAFF

| | |
|-----------------------------|--------------------|
| Salaries - Professional | 298,497 |
| Salaries - Non-Professional | 198,509 |
| Insurances | 85,852 |
| Fica, Retirement, Etc. | 98,087 |
| Purchased Services | 527,557 |
| Supplies & Materials | 63,882 |
| Capital Outlay | 19,025 |
| Other | 210 |
| Total Instructional Staff | <u>\$1,291,619</u> |

GENERAL ADMINISTRATION

| | |
|------------------------------|------------------|
| Salaries - Professional | 206,926 |
| Salaries - Non-Professional | 100,014 |
| Insurances | 61,001 |
| Fica, Retirement, Etc. | 63,127 |
| Purchased Services | 536,915 |
| Supplies & Materials | 19,555 |
| Total General Administration | <u>\$987,538</u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SPECIAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2004

SUPPORT SERVICES (Continued)SCHOOL ADMINISTRATION

| | |
|-----------------------------|------------------|
| Salaries - Professional | \$432,278 |
| Insurances | 58,488 |
| Fica, Retirement, Etc. | 89,284 |
| Purchased Services | 24,908 |
| Supplies & Materials | 1,185 |
| Other | 80 |
| Total School Administration | <u>\$606,223</u> |

BUSINESS ADMINISTRATION

| | |
|-------------------------------|------------------|
| Salaries - Professional | 68,637 |
| Salaries - Non-Professional | 236,443 |
| Insurances | 41,288 |
| Fica, Retirement, Etc. | 62,330 |
| Purchased Services | 130,357 |
| Supplies & Materials | 3,638 |
| Capital Outlay | 924 |
| Other | 4,512 |
| Total Business Administration | <u>\$548,129</u> |

OPERATION & MAINTENANCE OF PLANT

| | |
|--|--------------------|
| Salaries - Non-Professional | 478,124 |
| Insurances | 137,849 |
| Fica, Retirement, Etc. | 118,639 |
| Purchased Services | 430,554 |
| Supplies & Materials | 318,639 |
| Total Operation & Maintenance of Plant | <u>\$1,483,805</u> |

TRANSPORTATION

| | |
|----------------------|--------------------|
| Purchased Services | 3,381,076 |
| Capital Outlay | 986,149 |
| Total Transportation | <u>\$4,367,225</u> |

OTHER SUPPORT SERVICES

| | |
|------------------------------|------------------|
| Salaries - Professional | 181,490 |
| Salaries - Non-Professional | 82,561 |
| Insurances | 57,318 |
| Fica, Retirement, Etc. | 54,212 |
| Purchased Services | 165,634 |
| Supplies & Materials | 8,073 |
| Capital Outlay | 1,955 |
| Other | 16,472 |
| Total Other Support Services | <u>\$567,715</u> |

| | |
|------------------------|--------------|
| Total Support Services | \$17,024,686 |
|------------------------|--------------|

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SPECIAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2004

COMMUNITY SERVICES

| | |
|--------------------------|------------------|
| Purchased Services | \$274,763 |
| Supplies & Materials | 14,041 |
| Total Community Services | <u>\$288,804</u> |

| | |
|--------------------|--------------|
| Total Expenditures | \$30,101,023 |
|--------------------|--------------|

OTHER FINANCING USES

| | |
|-----------------------------------|---------------------|
| Transfers to Other Districts | 23,589,565 |
| Adjustment of Prior Year Expenses | 435 |
| Transfers to Other Funds | 1,500,000 |
| Total Other Financing Uses | <u>\$25,090,000</u> |

| | |
|--|---------------------|
| <u>TOTAL EXPENDITURES AND OTHER FINANCING USES</u> | <u>\$55,191,023</u> |
|--|---------------------|

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
CAREER TECHNICAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2004

SUPPORT SERVICES

INSTRUCTIONAL STAFF

| | |
|-----------------------------|--------------------|
| Salaries - Professional | \$199,416 |
| Salaries - Non-Professional | 84,448 |
| Insurances | 39,871 |
| Fica, Retirement, Etc. | 58,470 |
| Purchased Services | 2,853,381 |
| Supplies & Materials | 30,800 |
| Capital Outlay | 20,230 |
| Other | 89 |
| Total Instructional Staff | <u>\$3,286,705</u> |

GENERAL ADMINISTRATION

| | |
|------------------------------|-----------------|
| Salaries - Professional | 29,849 |
| Salaries - Non-Professional | 19,790 |
| Insurances | 5,075 |
| Fica, Retirement, Etc. | 10,384 |
| Purchased Services | 22,062 |
| Supplies & Materials | 973 |
| Total General Administration | <u>\$88,133</u> |

BUSINESS ADMINISTRATION

| | |
|-------------------------------|------------------|
| Salaries - Professional | 10,625 |
| Salaries - Non-Professional | 71,104 |
| Insurances | 11,865 |
| Fica, Retirement, Etc. | 16,847 |
| Purchased Services | 14,959 |
| Supplies & Materials | 1,475 |
| Capital Outlay | 636 |
| Other | 1,805 |
| Total Business Administration | <u>\$129,316</u> |

OPERATION & MAINTENANCE OF PLANT

| | |
|--|------------------|
| Salaries - Non-Professional | 51,998 |
| Insurances | 11,709 |
| Fica, Retirement, Etc. | 12,042 |
| Purchased Services | 21,572 |
| Supplies & Materials | 28,574 |
| Total Operation & Maintenance of Plant | <u>\$125,895</u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
CAREER TECHNICAL EDUCATION FUND
SCHEDULE OF EXPENDITURES AND OTHER FINANCING USES
FOR THE YEAR ENDED JUNE 30, 2004

| | |
|--|---------------------|
| <u>SUPPORT SERVICES (Continued)</u> | |
| <u>OTHER SUPPORT SERVICES</u> | |
| Salaries - Professional | \$28,722 |
| Salaries - Non-Professional | 30,849 |
| Insurances | 14,309 |
| Fica, Retirement, Etc. | 12,403 |
| Purchased Services | 80,045 |
| Supplies & Materials | 4,083 |
| Total Other Support Services | <u>\$170,411</u> |
| Total Expenditures | \$3,800,460 |
| <u>OTHER FINANCING USES</u> | |
| Transfers to Other Districts | <u>8,572,646</u> |
| <u>TOTAL EXPENDITURES AND OTHER FINANCING USES</u> | <u>\$12,373,106</u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
TRUST AND AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS - OTHER GROUPS
FOR THE YEAR ENDED JUNE 30, 2004

| | DUE TO (FROM) OTHER GROUPS | | DUE TO (FROM) OTHER GROUPS | |
|-----------------------------------|-------------------------------|----------|-------------------------------|---------------|
| | JULY 1, 2003 | RECEIPTS | DISBURSEMENTS | JUNE 30, 2004 |
| <u>LEARNING CENTER ACTIVITIES</u> | | | | |
| Alumni Party | \$0 | \$2,110 | \$2,000 | \$110 |
| Boxtops for Education | 291 | 207 | 202 | 296 |
| Camping | 58 | 3,187 | 3,050 | 195 |
| Cartridges | 0 | 922 | 75 | 847 |
| Cheerleaders | 1,362 | 1,439 | 1,541 | 1,260 |
| Christmas | 171 | 0 | 170 | 1 |
| Donations | 7,806 | 7,367 | 5,449 | 9,724 |
| Earth Day | 554 | 0 | 0 | 554 |
| Formal Wear | 25 | 0 | 0 | 25 |
| Graduation | 578 | 667 | 1,130 | 115 |
| Music | 100 | 14,000 | 0 | 14,100 |
| Phys Ed | 288 | 0 | 0 | 288 |
| Physical Therapy | 202 | 280 | 0 | 482 |
| Prom | 0 | 4,012 | 2,620 | 1,392 |
| Room & Building Accounts | 4,583 | 3,430 | 5,244 | 2,769 |
| S.K.I.P. | 417 | 454 | 385 | 486 |
| Senior Trip | 3,113 | 7,597 | 5,046 | 5,664 |
| Student Council | 546 | 208 | 121 | 633 |
| Volkman Memorial | 2,125 | 51 | 12 | 2,164 |
| Total Learning Center Activities | \$22,219 | \$45,931 | \$27,045 | \$41,105 |
| <u>MCIC ACTIVITIES</u> | | | | |
| Bowling | 450 | 0 | 0 | 450 |
| Donations | 11,782 | 2,107 | 4,036 | 9,853 |
| Ellison | 501 | 4,900 | 5,183 | 218 |
| Fundraisers | 24,147 | 18,279 | 16,289 | 26,137 |
| Graduation | 368 | 0 | 232 | 136 |
| Homecoming | 217 | 0 | 0 | 217 |
| Music | 97 | 0 | 0 | 97 |
| Playgrounds | 17,691 | 0 | 0 | 17,691 |
| Popcorn | 220 | 0 | 100 | 120 |
| Rembcom | 1,018 | 5,993 | 6,268 | 743 |
| Speech | 512 | 375 | 191 | 696 |
| Summer Carnival | 18 | 1,000 | 237 | 781 |
| Rooms | 3,010 | 1,157 | 1,999 | 2,168 |
| School Store | 0 | 1,000 | 0 | 1,000 |
| Swimming | 216 | 0 | 0 | 216 |
| TPA | 545 | 2,940 | 2,348 | 1,137 |
| Total MCIC Activities | \$60,792 | \$37,751 | \$36,881 | \$61,662 |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
TRUST AND AGENCY FUND
SCHEDULE OF RECEIPTS AND DISBURSEMENTS - OTHER GROUPS
FOR THE YEAR ENDED JUNE 30, 2004

| | DUE TO (FROM) OTHER GROUPS | | DUE TO (FROM) OTHER GROUPS | |
|-------------------------------------|-------------------------------|------------------|-------------------------------|------------------|
| | JULY 1, 2003 | RECEIPTS | DISBURSEMENTS | JUNE 30, 2004 |
| <u>MOTT MIDDLE COLLEGE</u> | | | | |
| Band CD | \$894 | \$927 | \$0 | \$1,821 |
| Band Trip | 4 | 3,330 | 3,159 | 175 |
| Cedar Point Trip | 5 | 3,595 | 3,437 | 163 |
| Community Service | 37 | 0 | 0 | 37 |
| Conference | 4,130 | 1,500 | 0 | 5,630 |
| Environmental Club | 103 | 0 | 0 | 103 |
| Excel Class | 0 | 19 | | 19 |
| Field Trip | 495 | 0 | 495 | 0 |
| Field Trip #2 | 0 | 20 | 0 | 20 |
| Holocaust Class | 831 | 4,930 | 5,273 | 488 |
| Lit Magazine | 23 | 0 | 0 | 23 |
| Medieval | 68 | 0 | 0 | 68 |
| Mike Alexander Memorial Fund | 75 | 0 | 0 | 75 |
| Parent Organization | 1,676 | 620 | 674 | 1,622 |
| Prom Account | 438 | 430 | 330 | 538 |
| Senior Class | 562 | 490 | 0 | 1,052 |
| Stratford | 0 | 535 | 535 | 0 |
| Steel Drum | 3,682 | 8,008 | 5,157 | 6,533 |
| Tuition | 6 | 133 | 132 | 7 |
| Yearbook | 1,155 | 780 | 1,835 | 100 |
| Total Mott Middle College | \$14,184 | \$25,317 | \$21,027 | \$18,474 |
| <u>EARLY CHILDHOOD PROGRAMS</u> | | | | |
| Clothing Sales | 0 | 2,843 | 2,203 | 640 |
| Raffle | 0 | 7,669 | 7,234 | 435 |
| Rooms | 0 | 7,119 | 1,675 | 5,444 |
| Snack Sales | 0 | 311 | 0 | 311 |
| Total Early Childhood Programs | \$0 | \$17,942 | \$11,112 | \$6,830 |
| <u>VISION REIMBURSEMENT</u> | 31,873 | 67,608 | 67,731 | 31,750 |
| <u>MEDICAL REIMBURSEMENT</u> | 1,174 | 8,624 | 8,732 | 1,066 |
| <u>TOTAL TRUST AND AGENCY FUNDS</u> | <u>\$130,242</u> | <u>\$203,173</u> | <u>\$172,528</u> | <u>\$160,887</u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF BOND PRINCIPAL AND INTEREST REQUIREMENTS
AS OF JUNE 30, 2004

1998 DURANT RESOLUTION PACKAGE BONDS

DATE OF ISSUE - November 24, 1998

Original amount of issue - \$3,150,338

| | PRINCIPAL REQUIREMENT | INTEREST RATE | INTEREST REQUIREMENT | TOTAL FISCAL YEAR REQUIREMENTS |
|--------------------------------|--------------------------|------------------|-------------------------|--------------------------------------|
| <u>PAYMENT DATE - MAY 15TH</u> | | | | |
| 2005 | \$0 | 4.761353% | \$0 | \$0 |
| 2006 | 152,488 | 4.761353% | 68,739 | 221,227 |
| 2007 | 728,673 | 4.761353% | 315,261 | 1,043,934 |
| 2008 | 167,356 | 4.761353% | 53,874 | 221,230 |
| 2009 | 175,327 | 4.761353% | 45,906 | 221,233 |
| 2010 | 183,666 | 4.761353% | 37,558 | 221,224 |
| 2011 | 192,414 | 4.761353% | 28,813 | 221,227 |
| 2012 | 201,564 | 4.761353% | 19,651 | 221,215 |
| 2013 | 211,159 | 4.761353% | 10,053 | 221,212 |
| <u>TOTAL</u> | <u>\$2,012,647</u> | | <u>\$579,855</u> | <u>\$2,592,502</u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT

FLINT, MICHIGAN

FEDERAL AWARDS
SUPPLEMENTAL INFORMATION

FOR THE YEAR ENDED JUNE 30, 2004

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Lewis & Knopf, CPAs, P.C.

"Serving You with Trust and Integrity"

September 28, 2004

**REPORT ON COMPLIANCE AND ON INTERNAL CONTROL OVER FINANCIAL
REPORTING BASED ON AN AUDIT OF FINANCIAL STATEMENTS PERFORMED IN
ACCORDANCE WITH *GOVERNMENT AUDITING STANDARDS***

To the Board of Education of
Genesee Intermediate School District

We have audited the financial statements of the governmental activities, the business-type activities, each major fund, and the aggregate remaining fund information of Genesee Intermediate School District, as of and for the year ended June 30, 2004, which collectively comprise the Genesee Intermediate School District's basic financial statements and have issued our report thereon dated September 28, 2004. We conducted our audit in accordance with auditing standards generally accepted in the United States of America and the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States.

Compliance

As part of obtaining reasonable assurance about whether Genesee Intermediate School District's financial statements are free of material misstatement, we performed tests of its compliance with certain provisions of laws, regulations, contracts, and grants, noncompliance with which could have a direct and material effect on the determination of financial statement amounts. However, providing an opinion on compliance with those provisions was not an objective of our audit, and accordingly, we do not express such an opinion. The results of our tests disclosed no instances of noncompliance that are required to be reported under *Government Auditing Standards*. However, we noted certain immaterial instances of noncompliance that we have reported to management of Genesee Intermediate School District, in a separate letter dated September 28, 2004.

Internal Control Over Financial Reporting

In planning and performing our audit, we considered Genesee Intermediate School District's internal control over financial reporting in order to determine our auditing procedures for the purpose of expressing our opinions on the financial statements and not to provide assurance on the internal control over financial reporting. Our consideration of the internal control over financial reporting would not necessarily disclose all matters in the internal control over financial reporting that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level the risk that misstatements in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over financial reporting and its operation that we consider to be material weaknesses. However, we noted other matters involving the internal control over financial reporting that we have reported to management of Genesee Intermediate School District, in a separate letter dated September 28, 2004.

This report is intended solely for the information and use of the audit committee, management, Board of Education, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

LEWIS & KNOFF, P.C.
CERTIFIED PUBLIC ACCOUNTANTS



Lewis & Knopf, CPAs, P.C.

"Serving You with Trust and Integrity"

September 28, 2004

**REPORT ON COMPLIANCE WITH REQUIREMENTS APPLICABLE TO EACH MAJOR
PROGRAM AND INTERNAL CONTROL OVER COMPLIANCE IN ACCORDANCE
WITH OMB CIRCULAR A-133**

To the Board of Education of
Genesee Intermediate School District

Compliance

We have audited the compliance of Genesee Intermediate School District with the types of compliance requirements described in the *U.S. Office of Management and Budget (OMB) Circular A-133 Compliance Supplement* that are applicable to each of its major federal programs for the year ended June 30, 2004. Genesee Intermediate School District's major federal programs are identified in the summary of auditor's results section of the accompanying schedule of findings and questioned costs. Compliance with the requirements of laws, regulations, contracts and grants applicable to each of its major federal programs is the responsibility of Genesee Intermediate School District's management. Our responsibility is to express an opinion on Genesee Intermediate School District's compliance based on our audit.

We conducted our audit of compliance in accordance with auditing standards generally accepted in the United States of America; the standards applicable to financial audits contained in *Government Auditing Standards*, issued by the Comptroller General of the United States; and OMB Circular A-133, *Audits of States, Local Governments, and Non-Profit Organizations*. Those standards and OMB Circular A-133 require that we plan and perform the audit to obtain reasonable assurance about whether noncompliance with the types of compliance requirements referred to above that could have a direct and material effect on a major federal program occurred. An audit includes examining, on a test basis, evidence about Genesee Intermediate School District's compliance with those requirements and performing such other procedures as we considered necessary in the circumstances. We believe that our audit provides a reasonable basis for our opinion. Our audit does not provide a legal determination on Genesee Intermediate School District's compliance with those requirements.

In our opinion, Genesee Intermediate School District complied, in all material respects, with the requirements referred to above that are applicable to each of its major federal programs for the year ended June 30, 2004. However, the results of our auditing procedures disclosed instances of noncompliance with those requirements that are required to be reported in accordance with OMB Circular A-133 and which are described in the accompanying schedule of findings and questioned costs as item 2004-1.

Internal Control Over Compliance

The management of Genesee Intermediate School District is responsible for establishing and maintaining effective internal control over compliance with requirements of laws, regulations, contracts and grants applicable to federal programs. In planning and performing our audit, we considered Genesee Intermediate School District's internal control over compliance with requirements that could have a direct and material effect on a major federal program in order to determine our auditing procedures for the purpose of expressing our opinion on compliance and to test and report on the internal control over compliance in accordance with OMB Circular A-133.



Genesee Intermediate School District
Page 2
September 28, 2004

Our consideration of the internal control over compliance would not necessarily disclose all matters in the internal control that might be material weaknesses. A material weakness is a condition in which the design or operation of one or more of the internal control components does not reduce to a relatively low level, the risk that noncompliance with applicable requirements of laws, regulations, contracts and grants that would be material in relation to a major federal program being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions. We noted no matters involving the internal control over compliance and its operation that we consider to be material weaknesses.

This report is intended solely for the information and use of the audit committee, management, Board of Education, and federal awarding agencies and pass-through entities and is not intended to be and should not be used by anyone other than these specified parties.

LEWIS & KNOFF, P.C.
CERTIFIED PUBLIC ACCOUNTANTS

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE | FEDERAL CFDA NUMBER | PASS- THROUGH PROJECT NUMBER | PROGRAM OR AWARD AMOUNT |
|--|---------------------------|---------------------------------------|-------------------------------|
| <u>DIRECT PROGRAMS</u> | | | |
| Safe & Drug Free Learning | 84.184L | | |
| Safe & Drug Free Learning (02-03) | | S184L020281 | \$1,941,925 |
| Safe & Drug Free Learning (03-04) | | S184L020281-3 | 2,000,000 |
| Total Safe & Drug Free Learning | | | <u>\$3,941,925</u> |
| Carolyn M. White Physical Education Program | | | |
| Carolyn M. White Physical Education Program (02-03) | 84.215F | S215F020310 | 372,753 |
| Carolyn M. White Physical Education Program (03-04) | 84.215F | Q215F031137 | 357,717 |
| Total Carolyn M. White Physical Education Program | | | <u>\$730,470</u> |
| Emergency Management/Crisis Response (03-04) | 87.184E | Q184E030509 | 500,000 |
| Total Direct Programs | | | <u>\$5,172,395</u> |
| <u>U.S. DEPARTMENT OF EDUCATION</u> | | | |
| <u>Passed Through Michigan Department of Education:</u> | | | |
| Special Education - Grants to States | 84.027 | | |
| Technology and Materials Training (02-03) | | 30480-TMT | 24,409 |
| Technology and Materials Training (03-04) | | 40480-TMT | 24,166 |
| Enhancing Opportunities for Students with Disabilities (02-03) | | 30480-EOSD | 50,000 |
| Enhancing Opportunities for Students with Disabilities (03-04) | | 40480-EOSD | 50,000 |
| Transition Services (02-03) | | 30490-TS | 104,003 |
| Transition Services (03-04) | | 40490-TS | 105,000 |
| Capacity Building (02-03) | | 30490-CB | 267,759 |
| Capacity Building (03-04) | | 40490-CB | 215,605 |
| IDEA Flowthrough (01-02) | | 20450-0203 | 1,748,776 |
| IDEA Flowthrough (02-03) | | 30450-0203 | 8,964,182 |
| IDEA Flowthrough (02-03) | | 30450-0203C | 2,059,352 |
| IDEA Flowthrough (03-04) | | 40450-0304 | 13,444,924 |
| Total Special Education - Grants to States | | | <u>\$27,058,176</u> |
| Career Technical Education - Basic Grants to States | 84.048 | | |
| Secondary Regional Allocation (02-03) | | 33520-9215 | 1,396,612 |
| Secondary Regional Allocation (03-04) | | 43520-401215 | 1,312,789 |
| Total Career Technical Education - Basic Grants to States | | | <u>\$2,709,401</u> |
| Special Education - Preschool Grants | 84.173 | | |
| Preschool Incentive (01-02) | | 20460-0203 | 155,913 |
| Preschool Incentive (02-03) | | 30460-0203 | 428,819 |
| Preschool Incentive (02-03) Carryover | | 30460-0203C | 107,966 |
| Preschool Incentive (03-04) | | 40460-0304 | 533,445 |
| Total Special Education - Preschool Grants | | | <u>\$1,226,143</u> |

| ACCRUED (DEFERRED) REVENUE JULY 1, 2003 | PRIOR YEAR EXPENDITURES | CURRENT YEAR EXPENDITURES | ADJUSTMENTS PRIOR YEARS | CURRENT YEAR CASH/ PAYMENTS IN KIND RECEIVED | ACCRUED (DEFERRED) REVENUE JUNE 30, 2004 |
|--|-------------------------------|---------------------------------|-------------------------------|---|---|
| \$176,737 | \$996,383 | \$945,542 | \$0 | \$1,122,279 | \$0 |
| 0 | 0 | 664,704 | 0 | 403,072 | 261,632 |
| \$176,737 | \$996,383 | \$1,610,246 | \$0 | \$1,525,351 | \$261,632 |
| 59,864 | 336,911 | 35,842 | 0 | 95,706 | 0 |
| 0 | 0 | 275,449 | 0 | 240,598 | 34,851 |
| \$59,864 | \$336,911 | \$311,291 | \$0 | \$336,304 | \$34,851 |
| 0 | 0 | 93,769 | 0 | 59,107 | 34,662 |
| \$236,601 | \$1,333,294 | \$2,015,306 | \$0 | \$1,920,762 | \$331,145 |
| 2,981 | 24,409 | 0 | 0 | 2,981 | 0 |
| 0 | 0 | 23,770 | 0 | 16,826 | 6,944 |
| 1,835 | 46,448 | 0 | 0 | 1,835 | 0 |
| 0 | 0 | 48,063 | 0 | 44,717 | 3,346 |
| 29,489 | 105,000 | 0 | (997) | 28,492 | 0 |
| 0 | 0 | 102,115 | 0 | 87,203 | 14,912 |
| 161,374 | 264,075 | 0 | 0 | 161,374 | 0 |
| 0 | 0 | 189,363 | 0 | 177,052 | 12,311 |
| 25,495 | 1,748,776 | 0 | 0 | 25,495 | 0 |
| 2,358,591 | 8,964,182 | 0 | 0 | 2,358,591 | 0 |
| 0 | 0 | 2,059,352 | 0 | 2,059,352 | 0 |
| 0 | 0 | 12,836,685 | 0 | 8,981,537 | 3,855,148 |
| \$2,579,765 | \$11,152,890 | \$15,259,348 | (\$997) | \$13,945,455 | \$3,892,661 |
| 536,145 | 1,395,294 | 0 | 0 | 536,145 | 0 |
| 0 | 0 | 1,312,789 | 0 | 999,356 | 313,433 |
| \$536,145 | \$1,395,294 | \$1,312,789 | \$0 | \$1,535,501 | \$313,433 |
| 60,254 | 155,913 | 0 | 0 | 60,254 | 0 |
| 183,016 | 428,819 | 0 | 0 | 183,016 | 0 |
| 0 | 0 | 107,966 | 0 | 107,966 | 0 |
| 0 | 0 | 520,484 | 0 | 398,840 | 121,644 |
| \$243,270 | \$584,732 | \$628,450 | \$0 | \$750,076 | \$121,644 |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE | FEDERAL CFDA NUMBER | PASS- THROUGH PROJECT NUMBER | PROGRAM OR AWARD AMOUNT |
|---|---------------------------|---------------------------------------|-------------------------------|
| <u>U.S. DEPARTMENT OF EDUCATION (Continued)</u> | | | |
| <u>Passed Through Michigan Department of Education(Continued):</u> | | | |
| Special Education - Grants for Infants & Families With Disabilities | 84.181 | | |
| Infant and Toddlers Formula Grant (02-03) | | 31340-190 | \$302,662 |
| Infant and Toddlers Formula Grant (02-03) Carryover | | 31340-190C | 180,477 |
| Infant and Toddlers Formula Grant (03-04) | | 41340-190 | 525,988 |
| Total Special Education - Grants for Infants & Families With Disabilities | | | <u>\$1,009,127</u> |
| Safe & Drug Free Schools & Communities - State Grants | 84.186 | | |
| Safe & Drug Free Grants (02-03) | | 32860-0203 | 415,492 |
| Safe & Drug Free Grants C/O (02-03) | | 32860-0304 | 56,443 |
| Safe & Drug Free Grants (03-04) | | 42860-0304 | 416,892 |
| Safe & Drug Free Grants C/O Beecher (01-02) | | 22850-DFS01367C | 14,116 |
| Safe & Drug Free Grants C/O Lakeville (01-02) | | 22850-DFS01365C | 9,476 |
| Safe & Drug Free Grants C/O Westwood (01-02) | | 22850-DFS01366C | 10,509 |
| Total Safe & Drug Free Schools & Communities - State Grants | | | <u>\$922,928</u> |
| Education for Homeless Children and Youth | 84.196 | | |
| HAA VII-B Homeless Child Education (03-04) | | 42320-0304 | 30,446 |
| William F. Goodling Even Start Family Literacy Grant | 84.213 | | |
| Even Start Family Literacy Health (02-03) | | 20390-0241BES | 250,000 |
| Even Start Family Literacy Health (03-04) | | 40390/B04100CES | 225,000 |
| Even Start Family Literacy (02-03) | | 30390-D0333CES | 187,500 |
| Even Start Family Literacy (03-04) | | 30390-A0402IES | 225,000 |
| Total Even Start Family Literacy | | | <u>\$887,500</u> |
| MI Model Part for Character Education | 84.215 | | |
| MI Model Part for Character Education C/O (01-02) | | 21470-CE2002 | 7,550 |
| MI Model Part for Character Education C/O (02-03) | | 31470-CE20031C | 31,583 |
| MI Model Part for Character Education (02-03) | | 31470-CE20031 | 63,220 |
| MI Model Part for Character Education (03-04) | | 41470-CE2004 | 94,323 |
| Total MI Model Part for Character Education | | | <u>\$196,676</u> |
| Tech-Prep Education | 84.243A | | |
| Career Technical Education - Tech Prep (02-03) | | 33540-2715 | 222,536 |
| Career Technical Education - Tech Prep (03-04) | | 43540-401515 | 200,086 |
| Total Tech-Prep Education | | | <u>\$422,622</u> |
| Eisenhower Professional Development- State Grants | 84.281 | | |
| Eisenhower Formula - Consortium C/O (01-02) | | 20270-0203 | 130,989 |

| ACCRUED (DEFERRED) REVENUE JULY 1, 2003 | PRIOR YEAR EXPENDITURES | CURRENT YEAR EXPENDITURES | ADJUSTMENTS PRIOR YEARS | CURRENT YEAR CASH/ PAYMENTS IN KIND RECEIVED | ACCRUED (DEFERRED) REVENUE JUNE 30, 2004 |
|--|-------------------------------|---------------------------------|-------------------------------|---|---|
| \$47,136 | \$302,662 | \$0 | \$0 | \$47,136 | \$0 |
| 0 | 0 | 180,477 | 0 | 180,477 | 0 |
| 0 | 0 | 245,298 | 0 | 218,553 | 26,745 |
| \$47,136 | \$302,662 | \$425,775 | \$0 | \$446,166 | \$26,745 |
| 23,541 | 359,049 | 0 | 0 | 23,541 | 0 |
| 0 | 0 | 56,443 | 0 | 56,443 | 0 |
| 0 | 0 | 299,621 | 0 | 280,360 | 19,261 |
| 13,165 | 13,165 | 0 | 0 | 13,165 | 0 |
| 2,949 | 9,393 | 0 | 0 | 2,949 | 0 |
| 3,386 | 10,509 | 0 | 0 | 3,386 | 0 |
| \$43,041 | \$392,116 | \$356,064 | \$0 | \$379,844 | \$19,261 |
| 0 | 0 | 30,446 | 0 | 30,446 | 0 |
| 59,284 | 210,802 | 0 | 0 | 59,284 | 0 |
| 0 | 0 | 225,000 | 0 | 194,697 | 30,303 |
| 187,500 | 187,500 | 0 | 0 | 187,500 | 0 |
| 0 | 0 | 225,000 | 0 | 89,077 | 135,923 |
| \$246,784 | \$398,302 | \$450,000 | \$0 | \$530,558 | \$166,226 |
| 1,550 | 7,550 | 0 | 0 | 1,550 | 0 |
| 0 | 0 | 31,583 | 0 | 9,995 | 21,588 |
| 9,513 | 27,622 | 4,014 | 0 | 13,527 | 0 |
| 0 | 0 | 20,290 | 0 | 20,290 | 0 |
| \$11,063 | \$35,172 | \$55,887 | \$0 | \$45,362 | \$21,588 |
| 164,301 | 222,030 | 0 | 0 | 164,301 | 0 |
| 0 | 0 | 200,086 | 0 | 32,460 | 167,626 |
| \$164,301 | \$222,030 | \$200,086 | \$0 | \$196,761 | \$167,626 |
| 46,855 | 130,989 | 0 | 0 | 46,855 | 0 |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE | FEDERAL CFDA NUMBER | PASS- THROUGH PROJECT NUMBER | PROGRAM OR AWARD AMOUNT |
|--|---------------------------|---------------------------------------|-------------------------------|
| <u>U.S. DEPARTMENT OF EDUCATION (Continued)</u> | | | |
| <u>Passed Through Michigan Department of Education(Continued):</u> | | | |
| Innovative Education Program Strategies | 84.298 | | |
| IASA Title V - Improving America's Schools Act (02-03) | | 30250-0203 | \$125,216 |
| IASA Title V - Improving America's Schools Act C/O (02-03) | | 30250-0304 | 638 |
| IASA Title V - Improving America's Schools Act (03-04) | | 40250-0304 | 134,144 |
| Total IASA Title V - Improving America's Schools Act | | | <u>\$259,998</u> |
| English Language Acquisition Grants | 84.365 | | |
| Title III Immigrant Education (02-03) | | 30570-0203 | 23,865 |
| Title III Immigrant Education C/O (02-03) | | 30570-0304 | 3,342 |
| Total Immigrant Education | | | <u>\$27,207</u> |
| Improving Teacher Quality | 84.367B | | |
| Title IIa -Teacher & Principal Training (02-03) | | 30520-0203 | 4,883 |
| Title IIa -Teacher & Principal Training C/O (02-03) | | 30520-0304 | 209 |
| Title IIa -Teacher & Principal Training (03-04) | | 40520-0304 | 4,881 |
| Total Improving Teacher Quality | | | <u>\$9,973</u> |
| Total Passed Through the Michigan Department of Education | | | <u>\$34,891,186</u> |
| <u>Passed Through Genesee County Community Mental Health</u> | | | |
| Education for Homeless Children and Youth | 84.196 | | |
| Strong Family/Safe Children | | N/A | 10,000 |
| <u>Passed Through Oakland Schools</u> | | | |
| Reading First State Grants (03-04) | 84.357 | 071B3001242 | 30,000 |
| <u>Passed Through Flint Community Schools</u> | | | |
| English Language Acquisition Grants | 84.365 | | |
| Title III Immigrant Education (02-03) | | 030580-0203 | 8,737 |
| Title III Reg Limited English Proficient Students (03-04) | | 040580-0304 | 17,815 |
| Total Immigrant Education | | | <u>\$26,552</u> |
| <u>TOTAL U.S. DEPARTMENT OF EDUCATION</u> | | | <u>\$40,130,133</u> |
| <u>U.S. DEPARTMENT OF LABOR</u> | | | |
| <u>Passed Through Career Alliance, Inc.</u> | | | |
| WIA Youth Activities | 17.259 | | |
| SYETP (02-03) | | 007-K-03 | 81,434 |
| WIA Title I Year Round Youth Services (02-03) | | 007-K-02 | 188,000 |
| WIA Title I Year Round Youth Services (03-04) | | 007-K-03 | 166,978 |
| <u>TOTAL U.S. DEPARTMENT OF LABOR</u> | | | <u>\$436,412</u> |

| ACCRUED (DEFERRED) REVENUE JULY 1, 2003 | PRIOR YEAR EXPENDITURES | CURRENT YEAR EXPENDITURES | ADJUSTMENTS PRIOR YEARS | CURRENT YEAR CASH/ PAYMENTS IN KIND RECEIVED | ACCRUED (DEFERRED) REVENUE JUNE 30, 2004 |
|--|-------------------------------|---------------------------------|-------------------------------|---|---|
| \$6,918 | \$102,438 | \$22,778 | \$0 | \$29,696 | \$0 |
| 0 | 0 | 637 | 0 | 0 | 637 |
| 0 | 0 | 49,326 | 0 | 39,224 | 10,102 |
| <u>\$6,918</u> | <u>\$102,438</u> | <u>\$72,741</u> | <u>\$0</u> | <u>\$68,920</u> | <u>\$10,739</u> |
| 0 | 0 | 23,865 | 0 | 23,865 | 0 |
| 0 | 0 | 3,342 | 0 | 3,342 | 0 |
| <u>\$0</u> | <u>\$0</u> | <u>\$27,207</u> | <u>\$0</u> | <u>\$27,207</u> | <u>\$0</u> |
| 778 | 1,915 | 2,969 | 0 | 3,747 | 0 |
| 0 | 0 | 209 | 0 | 209 | 0 |
| 0 | 0 | 4,265 | (1) | 4,189 | 75 |
| <u>\$778</u> | <u>\$1,915</u> | <u>\$7,443</u> | <u>(\$1)</u> | <u>\$8,145</u> | <u>\$75</u> |
| <u>\$3,926,056</u> | <u>\$14,718,540</u> | <u>\$18,826,236</u> | <u>(\$998)</u> | <u>\$18,011,296</u> | <u>\$4,739,998</u> |
| 0 | 0 | 5,648 | 0 | 5,648 | 0 |
| 0 | 0 | 29,584 | 0 | 29,584 | 0 |
| 0 | 0 | 3,468 | 0 | 3,468 | 0 |
| 0 | 0 | 6,642 | 0 | 17,815 | (11,173) |
| <u>\$0</u> | <u>\$0</u> | <u>\$10,110</u> | <u>\$0</u> | <u>\$21,283</u> | <u>(\$11,173)</u> |
| <u>\$4,162,657</u> | <u>\$16,051,834</u> | <u>\$20,886,884</u> | <u>(\$998)</u> | <u>\$19,988,573</u> | <u>\$5,059,970</u> |
| 0 | 0 | 75,444 | 0 | 75,444 | 0 |
| 71,444 | 153,472 | 0 | 0 | 71,444 | 0 |
| 0 | 0 | 140,209 | 0 | 96,384 | 43,825 |
| <u>\$71,444</u> | <u>\$153,472</u> | <u>\$215,653</u> | <u>\$0</u> | <u>\$243,272</u> | <u>\$43,825</u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PASS-THROUGH GRANTOR/ PROGRAM TITLE | FEDERAL CFDA NUMBER | PASS- THROUGH PROJECT NUMBER | PROGRAM OR AWARD AMOUNT |
|--|---------------------------|---------------------------------------|-------------------------------|
| <u>U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES</u> | | | |
| <u>Passed Through Michigan Family Independence Agency</u> | | | |
| Temporary Assistance for Needy Families | 93.558 | | |
| FIA Bridges to the Future (02-03) | | BA-03-25001-ISD | \$176,904 |
| <u>Passed Through Michigan Department of Community Health</u> | | | |
| Child Care Mandatory & Matching Funds of the | 93.596 | | |
| Child Care & Development Fund | | | |
| Teen Pregnancy Prevention (02-03) | | 20030844 | 500,000 |
| <u>Passed Through the Michigan Department of Social Services</u> | 93.778 | | |
| Medical Assistance Program Title XIX | | | |
| School Based Services - Transportation | | N/A | 62,149 |
| Medicaid Outreach | | N/A | 340,779 |
| Total Medical Assistance Program Title XIX | | | <u>\$402,928</u> |
| <u>Passed Through Michigan State University</u> | | | |
| Team Nutrition | 93.991 | N/A | <u>2,000</u> |
| <u>TOTAL U.S. DEPARTMENT OF HEALTH & HUMAN SERVICES</u> | | | \$1,081,832 |
| <u>U.S. DEPARTMENT OF HOMELAND SECURITY</u> | | | |
| Passed Through Michigan State Police | | | |
| State Homeland Security (03-04) | 97.004 | N/A | <u>343,250</u> |
| <u>TOTAL SCHEDULE OF FEDERAL AWARDS</u> | | | <u>\$41,991,627</u> |

| ACCRUED (DEFERRED) REVENUE JULY 1, 2003 | PRIOR YEAR EXPENDITURES | CURRENT YEAR EXPENDITURES | ADJUSTMENTS PRIOR YEARS | CURRENT YEAR CASH/ PAYMENTS IN KIND RECEIVED | ACCRUED (DEFERRED) REVENUE JUNE 30, 2004 |
|--|-------------------------------|---------------------------------|-------------------------------|---|---|
| \$23,180 | \$165,200 | \$0 | \$0 | \$23,180 | \$0 |
| 62,631 | 459,282 | 40,718 | 0 | 103,349 | 0 |
| 0 | 0 | 62,149 | 0 | 62,149 | 0 |
| 0 | 0 | 340,779 | 0 | 340,779 | 0 |
| <u>\$0</u> | <u>\$0</u> | <u>\$402,928</u> | <u>\$0</u> | <u>\$402,928</u> | <u>\$0</u> |
| 0 | 0 | 1,675 | 0 | 1,675 | 0 |
| \$85,811 | \$624,482 | \$445,321 | \$0 | \$531,132 | \$0 |
| 0 | 0 | 281,262 | 0 | 0 | 281,262 |
| <u>\$4,319,912</u> | <u>\$16,829,788</u> | <u>\$21,829,120</u> | <u>(\$998)</u> | <u>\$20,762,977</u> | <u>\$5,385,057</u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
NOTES/RECONCILIATION TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2003

FEDERAL REVENUE RECOGNIZED FOR THE SCHEDULE
OF EXPENDITURES OF FEDERAL AWARDS

\$21,829,120

FEDERAL REVENUE RECOGNIZED PER THE GENERAL
PURPOSE FINANCIAL STATEMENTS

| | |
|--------------|-------------|
| General Fund | \$3,384,091 |
|--------------|-------------|

| | |
|------------------------|------------|
| Special Education Fund | 16,932,154 |
|------------------------|------------|

| | |
|---------------------------------|------------------|
| Career Technical Education Fund | <u>1,512,875</u> |
|---------------------------------|------------------|

| | |
|--------------|---------------------|
| <u>TOTAL</u> | <u>\$21,829,120</u> |
|--------------|---------------------|

- 1) The Schedule of Expenditures of Federal Awards had been prepared under the modified accrual basis of accounting.
- 2) Management has utilized the Grants Section Auditors Report (Form R7120) in preparing the Schedule of Expenditures of Federal Awards. All differences between the Schedule of Expenditures of Federal Awards and the Form R7120 have been reconciled in the attached reconciliation on page 9 of this report.
- 3) An adjustment of \$997 was made to the Transition Services Grant (02-03) due to an adjustment made by the Department of Education.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
RECONCILIATION OF FORM R 7120 "GRANT SECTION AUDITOR'S REPORT"
TO THE SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS
FOR THE YEAR ENDED JUNE 30, 2004

| | | |
|---|-------------|---------------------|
| Current Payments Per the Grant Section Auditor's Report (Form R 7120) | | \$18,011,296 |
| <u>Add: Grants Passed Through Other Agencies:</u> | | |
| Direct Programs | | |
| Safe & Drug Free Learning | \$1,525,351 | |
| Carolyn M. White Physical Education Program | 336,304 | |
| Emergency Response | 59,107 | |
| Total Direct Programs | | 1,920,762 |
| Passed Through Genesee County Community Mental Health Strong Family/Safe Children (CFDA 84.196) | | 5,648 |
| Passed Through Oakland Schools Reading First State Grants (CFDA 84.357) | | 29,584 |
| Passed Through Flint Community Schools English Language Acquisition Grants (84.365) | | 21,283 |
| Passed Through Career Alliance, Inc. WIA (CFDA 17.259) | | 243,272 |
| Passed Through Michigan Family Independence Agency Temporary Assistance for Needy Families (CFDA 93.558) | | 23,180 |
| Passed Through Michigan Department of Community Health Teen Pregnancy Prevention (CFDA 93.596) | | 103,349 |
| Passed Through the Michigan Department of Social Services Medical Assistance Program Title XIX (93.778) | | 402,928 |
| Passed Through Michigan State University Team Nutrition (CFDA 93.991) | | 1,675 |
| <u>TOTAL CURRENT YEAR RECEIPTS PER SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS</u> | | <u>\$20,762,977</u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2004

SECTION I – SUMMARY OF AUDITOR’S RESULTS

Financial Statements

Type of auditor’s report issued:

Unqualified

Internal control over financial reporting:

- Material weakness(es) identified? ☐ Yes ☒ No
- Reportable condition(s) identified that are not considered to be material weaknesses? ☐ Yes ☒ None reported

Noncompliance material to financial statements noted?

☐ Yes ☒ No

Federal Awards

Internal control over major programs:

- Material weakness(es) identified? ☐ Yes ☒ No
- Reportable condition(s) identified that are not considered to be material weaknesses? ☒ Yes ☐ None reported

Type of auditor’s report issued on compliance for major programs:

Unqualified

Any audit findings disclosed that are required to be reported in accordance with Section 510(a) of Circular A-133?

☒ Yes ☐ No

Identification of major programs:

| <u>CFDA Number(s)</u> | <u>Name of Federal Program or Cluster</u> |
|-----------------------|---|
| 84.027 and 84.173 | Special Education – Grants to States – Cluster |
| 84.048 | Career Technical Education - Basic Grants to States |
| 84.184 | Safe and Drug-Free Learning |
| 93.778 | Medical Assistance Program |

Dollar threshold use to distinguish between type A and type B programs:

\$ 654,874

Qualified as low-risk auditee?

☒ Yes ☐ No

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF FINDINGS AND QUESTIONED COSTS
FOR THE YEAR ENDED JUNE 30, 2004

2004-1) Medical Assistance Program (CFDA 93.778)

| | |
|------------------------------|---|
| <u>Specific Requirement:</u> | Allowable Cost/Cost Principles and Sub-Recipient Monitoring. |
| <u>Condition:</u> | A local District claimed two teachers salaries for one teaching position on their Medicaid Administrative Outreach claim, and another District could not find supporting documentation for travel expenses on their claim.. |
| <u>Criteria:</u> | Only one salary per teacher position is allowed. |
| <u>Effect of Condition:</u> | Salaries, benefits or other expenses charged to the program could be disallowed. |
| <u>Cause of Condition:</u> | The cause of the condition was the lack of knowledge by the local district and oversight by the Intermediate School District. |
| <u>Recommendation:</u> | The special education internal monitor should sample different Medicaid Administrative claims per quarter filed by the local districts and trace back all claimed amounts back to supporting documentation. |
| <u>Management Response:</u> | The District will develop a monitoring process with increased oversight of the local districts Medicaid claims. |
| <u>Questioned Cost:</u> | Unknown. |

STATUS OF PRIOR YEAR FINDINGS AND QUESTIONED COSTS

There were no prior year findings.

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT | FEDERAL CFDA NUMBER | SUBRECIPIENT PROJECT NUMBER | SUBRECIPIENT AWARD AMOUNT |
|--|---------------------------|-----------------------------------|---------------------------------|
| DIRECT PROGRAMS | | | |
| <u>Safe & Drug Free Learning (02-03)</u> | 84.184L | | |
| Atherton Community Schools | | S184L020281 | \$1,417 |
| Flushing Community Schools | | S184L020281 | 500 |
| 4 Child Care | | S184L020281 | 37,049 |
| Kearsley Community Schools | | S184L020281 | 888 |
| LakeVille Community Schools | | S184L020281 | 5,499 |
| Priority Children | | S184L020281 | 3,448 |
| Westwood Heights Schools | | S184L020281 | 16,481 |
| <u>Total Safe & Drug Free Learning (02-03)</u> | | | <u>\$65,282</u> |
| <u>Safe & Drug Free Learning (03-04)</u> | 84.184L | | |
| Bendle Public Schools | | S184L020281-3 | 1,200 |
| Clio Area Schools | | S184L020281-3 | 1,200 |
| Flushing Community Schools | | S184L020281-3 | 1,200 |
| Grand Blanc Community Schools | | S184L020281-3 | 1,200 |
| Kearsley Community Schools | | S184L020281-3 | 4,562 |
| Lake Fenton Community Schools | | S184L020281-3 | 1,188 |
| Lakeville Community Schools | | S184L020281-3 | 1,200 |
| Linden Community Schools | | S184L020281-3 | 1,200 |
| Mt. Morris Consolidated Schools | | S184L020281-3 | 1,200 |
| Swartz Creek Community Schools | | S184L020281-3 | 1,199 |
| <u>Total Safe & Drug Free Learning (03-04)</u> | | | <u>\$15,349</u> |
| <u>PEP - C.M. White Physical Fitness (02-03)</u> | 84.215F | | |
| Atherton Community Schools | | S215F020310 | 3,755 |
| Beecher School District | | S215F020310 | 6,088 |
| Bendle Public Schools | | S215F020310 | 15,003 |
| Byron Area Schools | | S215F020310 | 7,697 |
| Carman-Ainsworth School District | | S215F020310 | 15,462 |
| Clio Area Schools | | S215F020310 | 10,819 |
| Corunna Public Schools | | S215F020310 | 9,479 |
| Durand Area Schools | | S215F020310 | 12,399 |
| Fenton Area Public Schools | | S215F020310 | 4,315 |
| Flint Community Schools | | S215F020310 | 45,730 |
| Flushing Community Schools | | S215F020310 | 11,630 |
| Genesee School District | | S215F020310 | 7,914 |
| Goodrich Area Schools | | S215F020310 | 10,064 |
| Laingsburg Public Schools | | S215F020310 | 4,807 |
| Lake Fenton Community Schools | | S215F020310 | 3,130 |
| LakeVille Community Schools | | S215F020310 | 12,729 |
| Linden Community Schools | | S215F020310 | 15,422 |
| Mt. Morris Consolidated Schools | | S215F020310 | 15,729 |
| New Lothrop Schools | | S215F020310 | 6,841 |
| North Branch Schools | | S215F020310 | 9,643 |
| Swartz Creek Community Schools | | S215F020310 | 10,477 |
| Westwood Heights Schools | | S215F020310 | 15,625 |
| <u>Total PEP - C.M. White Physical Fitness (02-03)</u> | | | <u>\$254,758</u> |

| DUE TO SUBRECIPIENTS JULY 1, 2003 | SUBRECIPIENT'S PRIOR YEAR EXPENDITURES | CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS | FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS | DUE TO SUBRECIPIENTS JUNE 30, 2004 |
|---|--|--|---|--|
| \$1,417 | \$1,417 | \$1,417 | \$0 | \$0 |
| 0 | 500 | 0 | 0 | 0 |
| 0 | 0 | 37,049 | 37,049 | 0 |
| 0 | 0 | 888 | 888 | 0 |
| 0 | 5,499 | 0 | 0 | 0 |
| 0 | 0 | 3,448 | 3,448 | 0 |
| 3,769 | 3,769 | 16,481 | 12,712 | 0 |
| \$5,186 | \$11,185 | \$59,283 | \$54,097 | \$0 |
| 0 | 0 | 1,200 | 1,200 | 0 |
| 0 | 0 | 1,200 | 1,200 | 0 |
| 0 | 0 | 1,200 | 1,200 | 0 |
| 0 | 0 | 1,200 | 1,200 | 0 |
| 0 | 0 | 4,562 | 4,562 | 0 |
| 0 | 0 | 1,188 | 1,188 | 0 |
| 0 | 0 | 0 | 1,200 | 1,200 |
| 0 | 0 | 1,200 | 1,200 | 0 |
| 0 | 0 | 1,200 | 1,200 | 0 |
| 0 | 0 | 1,199 | 1,199 | 0 |
| \$0 | \$0 | \$14,149 | \$15,349 | \$1,200 |
| 0 | 3,755 | 0 | 0 | 0 |
| 0 | 6,088 | 0 | 0 | 0 |
| 0 | 8,852 | 6,151 | 6,151 | 0 |
| 0 | 7,697 | 0 | 0 | 0 |
| 0 | 15,462 | 0 | 0 | 0 |
| 0 | 10,819 | 0 | 0 | 0 |
| 0 | 9,479 | 0 | 0 | 0 |
| 0 | 12,399 | 0 | 0 | 0 |
| 0 | 4,315 | 0 | 0 | 0 |
| 44,656 | 45,730 | 44,656 | 0 | 0 |
| 0 | 11,630 | 0 | 0 | 0 |
| 0 | 7,914 | 0 | 0 | 0 |
| 0 | 10,064 | 0 | 0 | 0 |
| 4,208 | 4,807 | 4,208 | 0 | 0 |
| 0 | 3,130 | 0 | 0 | 0 |
| 0 | 12,729 | 0 | 0 | 0 |
| 0 | 15,422 | 0 | 0 | 0 |
| 0 | 15,729 | 0 | 0 | 0 |
| 0 | 6,841 | 0 | 0 | 0 |
| 0 | 9,643 | 0 | 0 | 0 |
| 0 | 10,477 | 0 | 0 | 0 |
| 0 | 15,625 | 0 | 0 | 0 |
| \$48,864 | \$248,607 | \$55,015 | \$6,151 | \$0 |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT | FEDERAL CFDA NUMBER | SUBRECIPIENT PROJECT NUMBER | SUBRECIPIENT AWARD AMOUNT |
|--|---------------------------|-----------------------------------|---------------------------------|
| <u>DIRECT PROGRAMS</u> (Continued) | | | |
| <u>PEP - C.M. White Physical Fitness (03-04)</u> | 84.215F | | |
| Atherton Community Schools | | Q215F031137 | \$3,988 |
| Beecher School District | | Q215F031137 | 3,988 |
| Bendle Public Schools | | Q215F031137 | 4,000 |
| Byron Area Schools | | Q215F031137 | 4,000 |
| Carman-Ainsworth School District | | Q215F031137 | 3,807 |
| Center Academy | | Q215F031137 | 4,000 |
| Corunna Public Schools | | Q215F031137 | 4,000 |
| Davison Community Schools | | Q215F031137 | 4,000 |
| Durand Area Schools | | Q215F031137 | 4,000 |
| Fenton Area Public Schools | | Q215F031137 | 3,994 |
| Flushing Community Schools | | Q215F031137 | 4,000 |
| Goodrich Area Schools | | Q215F031137 | 4,000 |
| Grand Blanc Community Schools | | Q215F031137 | 3,682 |
| International Academy | | Q215F031137 | 3,740 |
| Kearsley Community Schools | | Q215F031137 | 4,000 |
| Lake Fenton Community Schools | | Q215F031137 | 3,886 |
| Laingsburg Community Schools | | Q215F031137 | 4,000 |
| LakeVille Community Schools | | Q215F031137 | 3,624 |
| Linden Community Schools | | Q215F031137 | 3,949 |
| Linden Academy | | Q215F031137 | 4,017 |
| Mt. Morris Consolidated Schools | | Q215F031137 | 4,000 |
| New Lothrop Schools | | Q215F031137 | 4,000 |
| North Branch Schools | | Q215F031137 | 4,000 |
| Westwood Heights Schools | | Q215F031137 | 4,000 |
| <u>Total PEP - C.M. White Physical Fitness (03-04)</u> | | | <u>\$90,687</u> |
| <u>TOTAL DIRECT PROGRAMS</u> | | | \$426,076 |

| DUE TO SUBRECIPIENTS JULY 1, 2003 | SUBRECIPIENT'S PRIOR YEAR EXPENDITURES | CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS | FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS | DUE TO SUBRECIPIENTS JUNE 30, 2004 |
|---|--|--|---|--|
| \$0 | \$0 | \$0 | \$3,988 | \$3,988 |
| 0 | 0 | 3,988 | 3,988 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| 0 | 0 | 3,807 | 3,807 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| 0 | 0 | 3,994 | 3,994 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| 0 | 0 | 3,682 | 3,682 | 0 |
| 0 | 0 | 3,740 | 3,740 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| 0 | 0 | 3,886 | 3,886 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| 0 | 0 | 3,624 | 3,624 | 0 |
| 0 | 0 | 3,949 | 3,949 | 0 |
| 0 | 0 | 4,017 | 4,017 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| \$0 | \$0 | \$90,687 | \$90,687 | \$0 |
| \$54,050 | \$259,792 | \$219,134 | \$166,284 | \$1,200 |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT | FEDERAL CFDA NUMBER | SUBRECIPIENT PROJECT NUMBER | SUBRECIPIENT AWARD AMOUNT |
|--|---------------------------|-----------------------------------|---------------------------------|
| <u>U.S. DEPARTMENT OF EDUCATION</u> | | | |
| <u>IDEA Flowthrough (02-03)</u> | 84.027 | | |
| Academy of Flint | | 030450-0203 | \$17,629 |
| Atherton Community Schools | | 030450-0203 | 154,513 |
| Beecher School District | | 030450-0203 | 267,546 |
| Bendle Public Schools | | 030450-0203 | 233,325 |
| Bentley Community School District | | 030450-0203 | 165,920 |
| Burton Glen Academy | | 030450-0203 | 63,257 |
| Carman-Ainsworth School District | | 030450-0203 | 720,715 |
| Center Academy | | 030450-0203 | 40,443 |
| Clio Area Schools | | 030450-0203 | 402,356 |
| Davison Community Schools | | 030450-0203 | 617,015 |
| Fenton Area Public Schools | | 030450-0203 | 483,242 |
| Flint Community Schools | | 030450-0203 | 2,687,904 |
| Flushing Community Schools | | 030450-0203 | 510,204 |
| Genesee Intermediate School District | | 030450-0203 | 739,605 |
| Genesee School District | | 030450-0203 | 163,846 |
| Goodrich Area Schools | | 030450-0203 | 180,438 |
| Grand Blanc Academy | | 030450-0203 | 70,516 |
| Grand Blanc Community Schools | | 030450-0203 | 641,903 |
| International Academy of Flint | | 030450-0203 | 91,256 |
| Kearsley Community Schools | | 030450-0203 | 395,097 |
| Lake Fenton Community Schools | | 030450-0203 | 130,662 |
| LakeVille Community Schools | | 030450-0203 | 232,288 |
| Linden Charter Academy | | 030450-0203 | 47,702 |
| Linden Community Schools | | 030450-0203 | 326,655 |
| Montrose Community Schools | | 030450-0203 | 227,103 |
| Mt. Morris Consolidated Schools | | 030450-0203 | 572,424 |
| Northridge Academy | | 030450-0203 | 33,184 |
| Swartz Creek Community Schools | | 030450-0203 | 589,016 |
| Westwood Heights Schools | | 030450-0203 | 205,326 |
| Woodland Park Academy | | 030450-0203 | 12,444 |
| <u>Total IDEA Flowthrough (02-03)</u> | | | <u>\$11,023,534</u> |

| DUE TO SUBRECIPIENTS JULY 1, 2003 | SUBRECIPIENT'S PRIOR YEAR EXPENDITURES | CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS | FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS | DUE TO SUBRECIPIENTS JUNE 30, 2004 |
|---|--|--|---|--|
| \$0 | \$0 | \$17,629 | \$17,629 | \$0 |
| 0 | 0 | 154,513 | 154,513 | 0 |
| 0 | 267,546 | 0 | 0 | 0 |
| 0 | 233,325 | 0 | 0 | 0 |
| 165,920 | 165,920 | 165,920 | 0 | 0 |
| 23,240 | 63,257 | 23,240 | 0 | 0 |
| 287,515 | 720,715 | 287,515 | 0 | 0 |
| 0 | 40,443 | 0 | 0 | 0 |
| 7,356 | 402,356 | 7,356 | 0 | 0 |
| 0 | 617,015 | 0 | 0 | 0 |
| 0 | 483,242 | 0 | 0 | 0 |
| 0 | 1,378,223 | 1,309,681 | 1,309,681 | 0 |
| 0 | 491,035 | 19,169 | 19,169 | 0 |
| 467,685 | 467,685 | 739,605 | 271,920 | 0 |
| 0 | 159,890 | 3,956 | 3,956 | 0 |
| 180,438 | 180,438 | 180,438 | 0 | 0 |
| 0 | 70,516 | 0 | 0 | 0 |
| 0 | 641,903 | 0 | 0 | 0 |
| 0 | 91,256 | 0 | 0 | 0 |
| 342,100 | 342,100 | 395,097 | 52,997 | 0 |
| 0 | 130,662 | 0 | 0 | 0 |
| 61,574 | 232,288 | 61,574 | 0 | 0 |
| 3,689 | 47,702 | 3,689 | 0 | 0 |
| 0 | 326,655 | 0 | 0 | 0 |
| 0 | 199,617 | 27,486 | 27,486 | 0 |
| 0 | 370,423 | 202,001 | 202,001 | 0 |
| 0 | 33,184 | 0 | 0 | 0 |
| 0 | 589,016 | 0 | 0 | 0 |
| 0 | 205,326 | 0 | 0 | 0 |
| 0 | 12,444 | 0 | 0 | 0 |
| \$1,539,517 | \$8,964,182 | \$3,598,869 | \$2,059,352 | \$0 |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT | FEDERAL CFDA NUMBER | SUBRECIPIENT PROJECT NUMBER | SUBRECIPIENT AWARD AMOUNT |
|--|---------------------------|-----------------------------------|---------------------------------|
| <u>IDEA Flowthrough (02-03)</u> | 84.027 | | |
| Academy of Flint | | 020450-0203 | \$874 |
| Atherton Community Schools | | 020450-0203 | 7,801 |
| Beecher School District | | 020450-0203 | 3,496 |
| Burton Glen Academy | | 020450-0203 | 3,496 |
| Carman-Ainsworth School District | | 020450-0203 | 60,340 |
| Clio Area Schools | | 020450-0203 | 40,638 |
| Fenton Area Public Schools | | 020450-0203 | 1,748 |
| Flint Community Schools | | 020450-0203 | 1,244,473 |
| Flushing Community Schools | | 020450-0203 | 10,144 |
| Genesee Intermediate School District | | 020450-0203 | 279,614 |
| Genesee School District | | 020450-0203 | 11,281 |
| Grand Blanc Academy | | 020450-0203 | 874 |
| International Academy of Flint | | 020450-0203 | 874 |
| Kearsley Community Schools | | 020450-0203 | 43,802 |
| Linden Charter Academy | | 020450-0203 | 874 |
| Montrose Community Schools | | 020450-0203 | 16,802 |
| Mt. Morris Consolidated Schools | | 020450-0203 | 15,636 |
| Northridge Academy | | 020450-0203 | 4,859 |
| Swartz Creek Community Schools | | 020450-0203 | 874 |
| Woodland Park Academy | | 020450-0203 | 276 |
| <u>Total IDEA Flowthrough (02-03)</u> | | | <u>\$1,748,776</u> |
| <u>IDEA Flowthrough (03-04)</u> | 84.027 | | |
| Academy of Flint | | 040450-0304 | 26,506 |
| Atherton Community Schools | | 040450-0304 | 175,446 |
| Beecher School District | | 040450-0304 | 253,702 |
| Bendle Public Schools | | 040450-0304 | 271,373 |
| Bentley Community School District | | 040450-0304 | 194,379 |
| Burton Glen Academy | | 040450-0304 | 79,519 |
| Carman-Ainsworth School District | | 040450-0304 | 897,424 |
| Center Academy | | 040450-0304 | 53,012 |
| Clio Area Schools | | 040450-0304 | 493,520 |
| Davison Community Schools | | 040450-0304 | 729,552 |
| Fenton Area Public Schools | | 040450-0304 | 585,661 |
| Flint Community Schools | | 040450-0304 | 2,735,526 |
| Flushing Community Schools | | 040450-0304 | 617,216 |
| Genesee Intermediate School District | | 040450-0304 | 880,985 |
| Genesee School District | | 040450-0304 | 218,361 |
| Goodrich Area Schools | | 040450-0304 | 242,342 |
| Grand Blanc Academy | | 040450-0304 | 55,537 |
| Grand Blanc Community Schools | | 040450-0304 | 843,150 |
| International Academy of Flint | | 040450-0304 | 128,744 |
| Kearsley Community Schools | | 040450-0304 | 475,849 |
| Lake Fenton Community Schools | | 040450-0304 | 162,824 |
| Lakeville Community Schools | | 040450-0304 | 276,422 |
| Linden Charter Academy | | 040450-0304 | 58,061 |
| Linden Community Schools | | 040450-0304 | 448,081 |
| Montrose Community Schools | | 040450-0304 | 263,603 |
| Mt. Morris Consolidated Schools | | 040450-0304 | 671,490 |
| Northridge Academy | | 040450-0304 | 42,915 |
| Richfield Public School Academy | | 040450-0304 | 20,195 |
| Swartz Creek Community Schools | | 040450-0304 | 682,850 |
| Westwood Heights Schools | | 040450-0304 | 229,720 |
| Woodland Park Academy | | 040450-0304 | 22,720 |
| <u>Total IDEA Flowthrough (03-04)</u> | | | <u>\$12,836,685</u> |

| DUE TO SUBRECIPIENTS JULY 1, 2003 | SUBRECIPIENT'S PRIOR YEAR EXPENDITURES | CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS | FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS | DUE TO SUBRECIPIENTS JUNE 30, 2004 |
|---|--|--|---|--|
| \$874 | \$874 | \$874 | \$0 | \$0 |
| 0 | 7,801 | 0 | 0 | 0 |
| 0 | 3,496 | 0 | 0 | 0 |
| 0 | 3,496 | 0 | 0 | 0 |
| 0 | 60,340 | 0 | 0 | 0 |
| 0 | 40,638 | 0 | 0 | 0 |
| 0 | 1,748 | 0 | 0 | 0 |
| 0 | 1,244,473 | 0 | 0 | 0 |
| 0 | 10,144 | 0 | 0 | 0 |
| 0 | 279,614 | 0 | 0 | 0 |
| 0 | 11,281 | 0 | 0 | 0 |
| 0 | 874 | 0 | 0 | 0 |
| 0 | 874 | 0 | 0 | 0 |
| 0 | 43,802 | 0 | 0 | 0 |
| 0 | 874 | 0 | 0 | 0 |
| 0 | 16,802 | 0 | 0 | 0 |
| 0 | 15,636 | 0 | 0 | 0 |
| 0 | 4,859 | 0 | 0 | 0 |
| 0 | 874 | 0 | 0 | 0 |
| 0 | 276 | 0 | 0 | 0 |
| \$874 | \$1,748,776 | \$874 | \$0 | \$0 |
| 0 | 0 | 0 | 26,506 | 26,506 |
| 0 | 0 | 36,492 | 175,446 | 138,954 |
| 0 | 0 | 184,479 | 253,702 | 69,223 |
| 0 | 0 | 271,373 | 271,373 | 0 |
| 0 | 0 | 138,637 | 194,379 | 55,742 |
| 0 | 0 | 43,581 | 79,519 | 35,938 |
| 0 | 0 | 647,617 | 897,424 | 249,807 |
| 0 | 0 | 53,012 | 53,012 | 0 |
| 0 | 0 | 493,520 | 493,520 | 0 |
| 0 | 0 | 729,552 | 729,552 | 0 |
| 0 | 0 | 585,661 | 585,661 | 0 |
| 0 | 0 | 2,336,400 | 2,735,526 | 399,126 |
| 0 | 0 | 462,238 | 617,216 | 154,978 |
| 0 | 0 | 500,000 | 880,985 | 380,985 |
| 0 | 0 | 97,229 | 218,361 | 121,132 |
| 0 | 0 | 242,342 | 242,342 | 0 |
| 0 | 0 | 55,537 | 55,537 | 0 |
| 0 | 0 | 809,202 | 843,150 | 33,948 |
| 0 | 0 | 128,744 | 128,744 | 0 |
| 0 | 0 | 347,840 | 475,849 | 128,009 |
| 0 | 0 | 162,824 | 162,824 | 0 |
| 0 | 0 | 150,787 | 276,422 | 125,635 |
| 0 | 0 | 30,850 | 58,061 | 27,211 |
| 0 | 0 | 448,081 | 448,081 | 0 |
| 0 | 0 | 139,470 | 263,603 | 124,133 |
| 0 | 0 | 558,095 | 671,490 | 113,395 |
| 0 | 0 | 42,915 | 42,915 | 0 |
| 0 | 0 | 20,195 | 20,195 | 0 |
| 0 | 0 | 682,850 | 682,850 | 0 |
| 0 | 0 | 229,720 | 229,720 | 0 |
| 0 | 0 | 22,720 | 22,720 | 0 |
| \$0 | \$0 | \$10,651,963 | \$12,836,685 | \$2,184,722 |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT | FEDERAL CFDA NUMBER | SUBRECIPIENT PROJECT NUMBER | SUBRECIPIENT AWARD AMOUNT |
|---|---------------------------|-----------------------------------|---------------------------------|
| <u>Special Ed Technology Materials and Training (03-04)</u> | 84.027 | | |
| Lapeer Intermediate School District | | 040480-TMT | \$3,062 |
| Shiawassee Regional Educational Authority | | 040480-TMT | 3,239 |
| <u>Total Special Ed Technology Materials and Training (03-04)</u> | | | <u>\$6,301</u> |
| <u>Transition Services (02-03)</u> | 84.027 | | |
| Beecher School District | | 030490-TS | 640 |
| Bendle Public Schools | | 030490-TS | 2,627 |
| Carman-Ainsworth School District | | 030490-TS | 3,041 |
| Clio Area Schools | | 030490-TS | 1,700 |
| Davison Community Schools | | 030490-TS | 2,002 |
| Fenton Area Public Schools | | 030490-TS | 1,928 |
| Flint Community Schools | | 030490-TS | 5,820 |
| Flushing Community Schools | | 030490-TS | 2,382 |
| Genesee School District | | 030490-TS | 852 |
| Goodrich Area Schools | | 030490-TS | 1,170 |
| Grand Blanc Community Schools | | 030490-TS | 3,647 |
| Kearsley Community Schools | | 030490-TS | 1,348 |
| Lake Fenton Community Schools | | 030490-TS | 544 |
| LakeVille Community Schools | | 030490-TS | 1,495 |
| Linden Community Schools | | 030490-TS | 520 |
| Montrose Community Schools | | 030490-TS | 1,178 |
| Mt. Morris Consolidated Schools | | 030490-TS | 1,750 |
| Swartz Creek Community Schools | | 030490-TS | 1,260 |
| Westwood Heights Schools | | 030490-TS | 900 |
| <u>Total Transition Services (02-03)</u> | | | <u>\$34,804</u> |
| <u>Transition Services (03-04)</u> | 84.027 | | |
| Atherton Community Schools | | 040490-TS | 700 |
| Bendle Public Schools | | 040490-TS | 1,343 |
| Carman-Ainsworth School District | | 040490-TS | 3,049 |
| Clio Area Schools | | 040490-TS | 1,489 |
| Davison Community Schools | | 040490-TS | 2,254 |
| Fenton Area Public Schools | | 040490-TS | 1,569 |
| Flint Community Schools | | 040490-TS | 5,250 |
| Flushing Community Schools | | 040490-TS | 2,389 |
| Genesee School District | | 040490-TS | 919 |
| Goodrich Area Schools | | 040490-TS | 1,168 |
| Grand Blanc Community Schools | | 040490-TS | 3,473 |
| International Academy | | 040490-TS | 598 |
| Kearsley Community Schools | | 040490-TS | 1,558 |
| Lake Fenton Community Schools | | 040490-TS | 850 |
| LakeVille Community Schools | | 040490-TS | 1,625 |
| Linden Community Schools | | 040490-TS | 2,000 |
| Montrose Community Schools | | 040490-TS | 1,432 |
| Mt. Morris Consolidated Schools | | 040490-TS | 1,801 |
| Swartz Creek Community Schools | | 040490-TS | 1,830 |
| Westwood Heights Schools | | 040490-TS | 1,569 |
| <u>Total Transition Services (03-04)</u> | | | <u>\$36,866</u> |

| DUE TO SUBRECIPIENTS JULY 1, 2003 | SUBRECIPIENT'S PRIOR YEAR EXPENDITURES | CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS | FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS | DUE TO SUBRECIPIENTS JUNE 30, 2004 |
|---|--|--|---|--|
| \$0 | \$0 | \$3,062 | \$3,062 | \$0 |
| 0 | 0 | 3,239 | 3,239 | 0 |
| \$0 | \$0 | \$6,301 | \$6,301 | \$0 |
| 0 | 640 | 0 | 0 | 0 |
| 1,568 | 4,195 | 1,568 | 0 | 0 |
| 0 | 3,041 | 0 | 0 | 0 |
| 0 | 1,700 | 0 | 0 | 0 |
| 0 | 2,002 | 0 | 0 | 0 |
| 0 | 1,928 | 0 | 0 | 0 |
| 1,168 | 6,988 | 1,168 | 0 | 0 |
| 0 | 2,382 | 0 | 0 | 0 |
| 0 | 852 | 0 | 0 | 0 |
| 0 | 1,170 | 0 | 0 | 0 |
| 997 | 4,644 | 997 | 0 | 0 |
| 0 | 1,348 | 0 | 0 | 0 |
| 0 | 544 | 0 | 0 | 0 |
| 0 | 1,495 | 0 | 0 | 0 |
| 1,048 | 1,568 | 1,048 | 0 | 0 |
| 0 | 1,178 | 0 | 0 | 0 |
| 0 | 1,750 | 0 | 0 | 0 |
| 0 | 1,260 | 0 | 0 | 0 |
| 0 | 900 | 0 | 0 | 0 |
| \$4,781 | \$39,585 | \$4,781 | \$0 | \$0 |
| 0 | 0 | 700 | 700 | 0 |
| 0 | 0 | 1,343 | 1,343 | 0 |
| 0 | 0 | 3,049 | 3,049 | 0 |
| 0 | 0 | 1,489 | 1,489 | 0 |
| 0 | 0 | 2,254 | 2,254 | 0 |
| 0 | 0 | 1,569 | 1,569 | 0 |
| 0 | 0 | 5,250 | 5,250 | 0 |
| 0 | 0 | 2,389 | 2,389 | 0 |
| 0 | 0 | 919 | 919 | 0 |
| 0 | 0 | 1,168 | 1,168 | 0 |
| 0 | 0 | 3,473 | 3,473 | 0 |
| 0 | 0 | 598 | 598 | 0 |
| 0 | 0 | 1,558 | 1,558 | 0 |
| 0 | 0 | 850 | 850 | 0 |
| 0 | 0 | 1,625 | 1,625 | 0 |
| 0 | 0 | 2,000 | 2,000 | 0 |
| 0 | 0 | 1,432 | 1,432 | 0 |
| 0 | 0 | 1,801 | 1,801 | 0 |
| 0 | 0 | 1,830 | 1,830 | 0 |
| 0 | 0 | 1,569 | 1,569 | 0 |
| \$0 | \$0 | \$36,866 | \$36,866 | \$0 |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT | FEDERAL CFDA NUMBER | SUBRECIPIENT PROJECT NUMBER | SUBRECIPIENT AWARD AMOUNT |
|--|---------------------------|-----------------------------------|---------------------------------|
| <u>Capacity Building (03-04)</u> | 84.027 | | |
| Flint Community Schools | | 040490-CB | \$53,530 |
| <u>Secondary Regional Allocation (02-03)</u> | 84.048 | | |
| Beecher School District | | 033520-9215 | 15,000 |
| Carman-Ainsworth School District | | 033520-9215 | 17,398 |
| Clio Area Schools | | 033520-9215 | 16,928 |
| Davison Community Schools | | 033520-9215 | 34,757 |
| Fenton Area Public Schools | | 033520-9215 | 40,438 |
| Flint Community Schools | | 033520-9215 | 881,269 |
| Flushing Community Schools | | 033520-9215 | 30,094 |
| Goodrich Area Schools | | 033520-9215 | 26,525 |
| Grand Blanc Community Schools | | 033520-9215 | 9,682 |
| Ingham Intermediate School District | | 033520-9215 | 46,081 |
| Kearsley Community Schools | | 033520-9215 | 15,000 |
| Montrose Community Schools | | 033520-9215 | 15,987 |
| Mt. Morris Consolidated Schools | | 033520-9215 | 21,057 |
| Shiawassee Regional Educational Authority | | 033520-9215 | 162,656 |
| Swartz Creek Community Schools | | 033520-9215 | 15,000 |
| <u>Total Secondary Regional Allocation (02-03)</u> | | | <u>\$1,347,872</u> |
| <u>Secondary Regional Allocation (03-04)</u> | 84.048 | | |
| Fenton Area Public Schools | | 43520-401215 | 51,393 |
| Carman-Ainsworth School District | | 43520-401215 | 21,527 |
| Clio Area Schools | | 43520-401215 | 15,000 |
| Davison Community Schools | | 43520-401215 | 30,885 |
| Flint Community Schools | | 43520-401215 | 823,374 |
| Flushing Community Schools | | 43520-401215 | 30,142 |
| Goodrich Area Schools | | 43520-401215 | 23,393 |
| Grand Blanc Community Schools | | 43520-401215 | 45,699 |
| Ingham Intermediate School District | | 43520-401215 | 1,000 |
| Kearsley Community Schools | | 43520-401215 | 17,187 |
| Montrose Community Schools | | 43520-401215 | 15,000 |
| Mt. Morris Consolidated Schools | | 43520-401215 | 23,550 |
| Shiawassee Regional Educational Authority | | 43520-401215 | 153,379 |
| Swartz Creek Community Schools | | 43520-401215 | 15,000 |
| <u>Total Secondary Regional Allocation (03-04)</u> | | | <u>\$1,266,529</u> |

| DUE TO SUBRECIPIENTS JULY 1, 2003 | SUBRECIPIENT'S PRIOR YEAR EXPENDITURES | CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS | FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS | DUE TO SUBRECIPIENTS JUNE 30, 2004 |
|---|--|--|---|--|
| \$0 | \$0 | \$53,530 | \$53,530 | \$0 |
| 0 | 15,000 | 0 | 0 | 0 |
| 0 | 17,398 | 0 | 0 | 0 |
| 0 | 16,928 | 0 | 0 | 0 |
| 0 | 34,757 | 0 | 0 | 0 |
| 0 | 40,438 | 0 | 0 | 0 |
| 0 | 881,269 | 0 | 0 | 0 |
| 0 | 30,094 | 0 | 0 | 0 |
| 0 | 26,525 | 0 | 0 | 0 |
| 0 | 46,081 | 0 | 0 | 0 |
| 0 | 9,682 | 0 | 0 | 0 |
| 0 | 15,000 | 0 | 0 | 0 |
| 0 | 15,987 | 0 | 0 | 0 |
| 0 | 21,057 | 0 | 0 | 0 |
| 162,656 | 162,656 | 162,656 | 0 | 0 |
| 0 | 15,000 | 0 | 0 | 0 |
| \$162,656 | \$1,347,872 | \$162,656 | \$0 | \$0 |
| 0 | 0 | 51,393 | 51,393 | 0 |
| 0 | 0 | 21,527 | 21,527 | 0 |
| 0 | 0 | 15,000 | 15,000 | 0 |
| 0 | 0 | 30,885 | 30,885 | 0 |
| 0 | 0 | 823,374 | 823,374 | 0 |
| 0 | 0 | 30,142 | 30,142 | 0 |
| 0 | 0 | 23,393 | 23,393 | 0 |
| 0 | 0 | 45,699 | 45,699 | 0 |
| 0 | 0 | 1,000 | 1,000 | 0 |
| 0 | 0 | 17,187 | 17,187 | 0 |
| 0 | 0 | 15,000 | 15,000 | 0 |
| 0 | 0 | 23,550 | 23,550 | 0 |
| 0 | 0 | 153,379 | 153,379 | 0 |
| 0 | 0 | 15,000 | 15,000 | 0 |
| \$0 | \$0 | \$1,266,529 | \$1,266,529 | \$0 |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT | FEDERAL CFDA NUMBER | SUBRECIPIENT PROJECT NUMBER | SUBRECIPIENT AWARD AMOUNT |
|--|---------------------------|-----------------------------------|---------------------------------|
| <u>IDEA Preschool Incentive (02-03)</u> | 84.173 | | |
| Beecher School District | | 030460-0203 | \$9,632 |
| Bendle Public Schools | | 030460-0203 | 24,682 |
| Burton Glen Charter Academy | | 030460-0203 | 2,408 |
| Carman-Ainsworth School District | | 030460-0203 | 28,294 |
| Clio Area Schools | | 030460-0203 | 27,692 |
| Davison Community Schools | | 030460-0203 | 28,896 |
| Fenton Area Public Schools | | 030460-0203 | 48,160 |
| Flint Community Schools | | 030460-0203 | 129,430 |
| Flushing Community Schools | | 030460-0203 | 18,060 |
| Genesee Intermediate School District | | 030460-0203 | 72,041 |
| Genesee School District | | 030460-0203 | 6,622 |
| Goodrich Area Schools | | 030460-0203 | 5,418 |
| Grand Blanc Community Schools | | 030460-0203 | 21,070 |
| Kearsley Community Schools | | 030460-0203 | 27,692 |
| LakeVille Community Schools | | 030460-0203 | 9,030 |
| Linden Charter Academy | | 030460-0203 | 602 |
| Montrose Community Schools | | 030460-0203 | 6,020 |
| Mt. Morris Consolidated Schools | | 030460-0203 | 48,160 |
| Swartz Creek Community Schools | | 030460-0203 | 16,254 |
| Westwood Heights Schools | | 030460-0203 | 5,418 |
| Woodland Park Academy | | 030460-0203 | 1,204 |
| <u>Total IDEA Preschool Incentive (02-03)</u> | | | <u>\$536,785</u> |
| <u>IDEA Preschool Incentive (03-04)</u> | 84.173 | | |
| Beecher Community Schools | | 040460-0304 | 4,792 |
| Bendle Public Schools | | 040460-0304 | 24,559 |
| Burton Glen Charter Academy | | 040460-0304 | 2,995 |
| Carman-Ainsworth School District | | 040460-0304 | 29,351 |
| Center Academy | | 040460-0304 | 599 |
| Clio Area Schools | | 040460-0304 | 26,356 |
| Davison Community Schools | | 040460-0304 | 32,346 |
| Fenton Area Public Schools | | 040460-0304 | 55,108 |
| Flint Community Schools | | 040460-0304 | 128,918 |
| Flushing Community Schools | | 040460-0304 | 17,371 |
| Genesee Intermediate School District | | 040460-0304 | 74,096 |
| Genesee School District | | 040460-0304 | 5,990 |
| Goodrich Area Schools | | 040460-0304 | 7,787 |
| Grand Blanc Community Schools | | 040460-0304 | 29,950 |
| Kearsley Community Schools | | 040460-0304 | 16,173 |
| LakeVille Community Schools | | 040460-0304 | 10,183 |
| Linden Charter Academy | | 040460-0304 | 1,198 |
| Montrose Community Schools | | 040460-0304 | 5,391 |
| Mt. Morris Consolidated Schools | | 040460-0304 | 31,747 |
| Swartz Creek Community Schools | | 040460-0304 | 13,777 |
| Westwood Heights Schools | | 040460-0304 | 1,797 |
| <u>Total IDEA Preschool Incentive (03-04)</u> | | | <u>\$520,484</u> |
| <u>Grants for Infants & Families w/ Disabilities (02-03)</u> | 84.181 | | |
| Easter Seals of Genesee County | | 031340-190 | 94,600 |
| Flint Community Schools | | 031340-190 | 55,466 |
| Genesee County Community Health | | 031340-190 | 29,266 |
| McLaren Regional Medical | | 031340-190 | 21,850 |
| Mott Children's Health | | 031340-190 | 189,343 |
| <u>Total Grants for Infants & Families w/ Disabilities (02-03)</u> | | | <u>\$390,525</u> |

| DUE TO SUBRECIPIENTS JULY 1, 2003 | SUBRECIPIENT'S PRIOR YEAR EXPENDITURES | CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS | FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS | DUE TO SUBRECIPIENTS JUNE 30, 2004 |
|---|--|--|---|--|
| \$0 | \$9,632 | \$0 | \$0 | \$0 |
| 0 | 24,682 | 0 | 0 | 0 |
| 170 | 2,408 | 170 | 0 | 0 |
| 6,803 | 28,294 | 6,803 | 0 | 0 |
| 5,836 | 27,692 | 5,836 | 0 | 0 |
| 0 | 28,896 | 0 | 0 | 0 |
| 0 | 48,160 | 0 | 0 | 0 |
| 0 | 59,533 | 69,897 | 69,897 | 0 |
| 0 | 14,711 | 3,349 | 3,349 | 0 |
| 65,394 | 65,394 | 73,245 | 7,851 | 0 |
| 0 | 4,882 | 1,740 | 1,740 | 0 |
| 5,418 | 5,418 | 5,418 | 0 | 0 |
| 0 | 21,070 | 0 | 0 | 0 |
| 27,392 | 27,392 | 27,692 | 300 | 0 |
| 3,270 | 9,030 | 3,270 | 0 | 0 |
| 602 | 602 | 602 | 0 | 0 |
| 0 | 6,020 | 0 | 0 | 0 |
| 0 | 23,331 | 24,829 | 24,829 | 0 |
| 0 | 16,254 | 0 | 0 | 0 |
| 0 | 5,418 | 0 | 0 | 0 |
| 0 | 0 | 0 | 0 | 0 |
| \$114,885 | \$428,819 | \$222,851 | \$107,966 | \$0 |
| 0 | 0 | 0 | 4,792 | 4,792 |
| 0 | 0 | 24,559 | 24,559 | 0 |
| 0 | 0 | 1,762 | 2,995 | 1,233 |
| 0 | 0 | 23,104 | 29,351 | 6,247 |
| 0 | 0 | 0 | 599 | 599 |
| 0 | 0 | 14,821 | 26,356 | 11,535 |
| 0 | 0 | 32,346 | 32,346 | 0 |
| 0 | 0 | 55,108 | 55,108 | 0 |
| 0 | 0 | 91,639 | 128,918 | 37,279 |
| 0 | 0 | 15,765 | 17,371 | 1,606 |
| 0 | 0 | 50,000 | 74,096 | 24,096 |
| 0 | 0 | 0 | 5,990 | 5,990 |
| 0 | 0 | 7,787 | 7,787 | 0 |
| 0 | 0 | 29,950 | 29,950 | 0 |
| 0 | 0 | 12,903 | 16,173 | 3,270 |
| 0 | 0 | 3,779 | 10,183 | 6,404 |
| 0 | 0 | 986 | 1,198 | 212 |
| 0 | 0 | 0 | 5,391 | 5,391 |
| 0 | 0 | 29,385 | 31,747 | 2,362 |
| 0 | 0 | 13,777 | 13,777 | 0 |
| 0 | 0 | 1,797 | 1,797 | 0 |
| \$0 | \$0 | \$409,468 | \$520,484 | \$111,016 |
| 49,600 | 49,600 | 94,600 | 45,000 | 0 |
| 0 | 35,000 | 20,466 | 20,466 | 0 |
| 29,266 | 29,266 | 29,266 | 0 | 0 |
| 21,850 | 21,850 | 21,850 | 0 | 0 |
| 109,343 | 109,343 | 189,343 | 80,000 | 0 |
| \$210,059 | \$245,059 | \$355,525 | \$145,466 | \$0 |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT | FEDERAL CFDA NUMBER | SUBRECIPIENT PROJECT NUMBER | SUBRECIPIENT AWARD AMOUNT |
|--|---------------------------|-----------------------------------|---------------------------------|
| <u>Grants for Infants & Families w/ Disabilities (03-04)</u> | 84.181 | | |
| Easter Seals of Genesee County | | 041340-190 | \$45,000 |
| Flint Community Schools | | 041340-190 | 16,534 |
| McLaren Regional Medical | | 041340-190 | 22,150 |
| Mott Children's Health | | 041340-190 | 33,000 |
| <u>Total Grants for Infants & Families w/ Disabilities (03-04)</u> | | | <u>\$116,684</u> |
| <u>Safe & Drug Free Schools & Communities - State Grants</u> | | | |
| <u>Safe & Drug Free Grants - (02-03)</u> | 84.186 | | |
| Almont Community Schools | | 032860-0203 | 1,714 |
| Bendle Public Schools | | 032860-0203 | 2,176 |
| Carman-Ainsworth School District | | 032860-0203 | 2,143 |
| Corunna Public Schools | | 032860-0203 | 2,573 |
| Durand Public Schools | | 032860-0203 | 2,600 |
| Fenton Area Public Schools | | 032860-0203 | 1,068 |
| Goodrich Area Schools | | 032860-0203 | 2,184 |
| Holy Redeemer | | 032860-0203 | 1,200 |
| Imlay City Christian School | | 032860-0203 | 1,386 |
| Imlay City Community Schools | | 032860-0203 | 3,409 |
| International Academy of Flint | | 032860-0203 | 1,400 |
| Kearsley Community Schools | | 032860-0203 | 3,030 |
| Laingsburg Community Schools | | 032860-0203 | 1,140 |
| Morrice Area Schools | | 032860-0203 | 499 |
| Mt. Morris Consolidated Schools | | 032860-0203 | 4,984 |
| New Lothrop Schools | | 032860-0203 | 1,066 |
| North Branch Schools | | 032860-0203 | 3,864 |
| Perry Public Schools | | 032860-0203 | 3,823 |
| St. Joseph Catholic School | | 032860-0203 | 2,775 |
| Swartz Creek Community Schools | | 032860-0203 | 1,793 |
| <u>Safe & Drug Free Grants - (02-03)</u> | | | <u>\$44,827</u> |
| <u>Safe & Drug Free Grants - (03-04)</u> | 84.186 | | |
| Almont Community Schools | | 042860-0304 | 813 |
| Atherton Community Schools | | 042860-0304 | 1,525 |
| Bendle Public Schools | | 042860-0304 | 2,200 |
| Byron Area Schools | | 042860-0304 | 2,200 |
| Carman-Ainsworth School District | | 042860-0304 | 3,082 |
| Corunna Public Schools | | 042860-0304 | 3,000 |
| Durand Public Schools | | 042860-0304 | 2,791 |
| Flushing Community Schools | | 042860-0304 | 3,500 |
| Goodrich Area Schools | | 042860-0304 | 1,311 |
| Imlay City Community Schools | | 042860-0304 | 4,000 |
| International Academy of Flint | | 042860-0304 | 171 |
| Kearsley Community Schools | | 042860-0304 | 880 |
| Laingsburg Community Schools | | 042860-0304 | 2,032 |
| Lake Fenton Community Schools | | 042860-0304 | 2,292 |
| Lakeville Community Schools | | 042860-0304 | 2,600 |
| Linden Community Schools | | 042860-0304 | 1,020 |
| Mt. Morris Consolidated Schools | | 042860-0304 | 3,000 |
| New Lothrop Schools | | 042860-0304 | 429 |
| North Branch Schools | | 042860-0304 | 2,480 |
| Swartz Creek Community Schools | | 042860-0304 | 1,807 |
| <u>Total Safe & Drug Free Grants - (03-04)</u> | | | <u>\$41,133</u> |

| DUE TO SUBRECIPIENTS JULY 1, 2003 | SUBRECIPIENT'S PRIOR YEAR EXPENDITURES | CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS | FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS | DUE TO SUBRECIPIENTS JUNE 30, 2004 |
|---|--|--|---|--|
| \$0 | \$0 | \$45,000 | \$45,000 | \$0 |
| 0 | 0 | 16,534 | 16,534 | 0 |
| 0 | 0 | 11,600 | 22,150 | 10,550 |
| 0 | 0 | 33,000 | 33,000 | 0 |
| <u>\$0</u> | <u>\$0</u> | <u>\$106,134</u> | <u>\$116,684</u> | <u>\$10,550</u> |
| 0 | 1,714 | 0 | 0 | 0 |
| 0 | 2,176 | 0 | 0 | 0 |
| 0 | 2,143 | 0 | 0 | 0 |
| 0 | 2,573 | 0 | 0 | 0 |
| 0 | 2,600 | 0 | 0 | 0 |
| 0 | 1,068 | 0 | 0 | 0 |
| 0 | 2,184 | 0 | 0 | 0 |
| 0 | 1,200 | 0 | 0 | 0 |
| 0 | 1,386 | 0 | 0 | 0 |
| 0 | 3,409 | 0 | 0 | 0 |
| 0 | 1,400 | 0 | 0 | 0 |
| 0 | 3,030 | 0 | 0 | 0 |
| 0 | 1,140 | 0 | 0 | 0 |
| 0 | 499 | 0 | 0 | 0 |
| 0 | 4,984 | 0 | 0 | 0 |
| 0 | 1,066 | 0 | 0 | 0 |
| 0 | 3,864 | 0 | 0 | 0 |
| 3,033 | 3,823 | 3,033 | 0 | 0 |
| 2,353 | 2,775 | 2,353 | 0 | 0 |
| 1,793 | 1,793 | 1,793 | 0 | 0 |
| <u>\$7,179</u> | <u>\$44,827</u> | <u>\$7,179</u> | <u>\$0</u> | <u>\$0</u> |
| 0 | 0 | 813 | 813 | 0 |
| 0 | 0 | 1,525 | 1,525 | 0 |
| 0 | 0 | 2,200 | 2,200 | 0 |
| 0 | 0 | 2,200 | 2,200 | 0 |
| 0 | 0 | 3,083 | 3,083 | 0 |
| 0 | 0 | 3,000 | 3,000 | 0 |
| 0 | 0 | 2,791 | 2,791 | 0 |
| 0 | 0 | 3,500 | 3,500 | 0 |
| 0 | 0 | 1,311 | 1,311 | 0 |
| 0 | 0 | 4,000 | 4,000 | 0 |
| 0 | 0 | 171 | 171 | 0 |
| 0 | 0 | 880 | 880 | 0 |
| 0 | 0 | 2,032 | 2,032 | 0 |
| 0 | 0 | 2,292 | 2,292 | 0 |
| 0 | 0 | 0 | 2,600 | 2,600 |
| 0 | 0 | 1,020 | 1,020 | 0 |
| 0 | 0 | 3,000 | 3,000 | 0 |
| 0 | 0 | 429 | 429 | 0 |
| 0 | 0 | 2,480 | 2,480 | 0 |
| 0 | 0 | 1,807 | 1,807 | 0 |
| <u>\$0</u> | <u>\$0</u> | <u>\$38,534</u> | <u>\$41,134</u> | <u>\$2,600</u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT | FEDERAL CFDA NUMBER | SUBRECIPIENT PROJECT NUMBER | SUBRECIPIENT AWARD AMOUNT |
|---|---------------------------|-----------------------------------|---------------------------------|
| <u>William F. Goodling Even Start Family Literacy Grant</u> | | | |
| <u>Even Start Family Literacy (03-04)</u> | 84.213 | | |
| Carman-Ainsworth School District | | 030390/A0402IES | \$89,077 |
| <u>MI Model Part for Character Education (02-03)</u> | 84.215 | | |
| Atherton Community Schools | | 031470-CE20031 | 6,392 |
| Bendle Public Schools | | 031470-CE20031 | 14,441 |
| <u>Total MI Model Part for Character Education (02-03)</u> | | | <u>\$20,833</u> |
| <u>Career Technical Education Tech Prep - (02-03)</u> | 84.243 | | |
| Flint Community Schools | | 033540-2715 | 6,187 |
| Goodrich Area Schools | | 033540-2715 | 2,400 |
| Grand Blanc Community Schools | | 033540-2715 | 2,400 |
| Mott Community College | | 033540-2715 | 88,637 |
| Shiawassee Regional Educational Authority | | 033540-2715 | 42,525 |
| <u>Total Career Technical Education Tech Prep - (02-03)</u> | | | <u>\$142,149</u> |
| <u>Career Technical Education Tech Prep - (03-04)</u> | 84.243 | | |
| Flint Community Schools | | 043540-041415 | 26,381 |
| Genesee Area Skill Center | | 043540-041415 | 895 |
| Grand Blanc Community Schools | | 043540-041415 | 2,579 |
| Mott Community College | | 043540-041415 | 92,658 |
| Shiawassee Regional Educational Authority | | 043540-041415 | 28,000 |
| <u>Total Career Technical Education Tech Prep - (03-04)</u> | | | <u>\$150,513</u> |
| <u>General Fund - Eisenhower Mathematics</u> | | | |
| <u>& Science Education - State Grants</u> | | | |
| <u>Math/Science Consortium C/O- (01-02)</u> | 84.281 | | |
| Beecher School District | | 020270-0203 | 10,734 |
| Bendle Public Schools | | 020270-0203 | 13,903 |
| Carman-Ainsworth School District | | 020270-0203 | 21,965 |
| Davison Community Schools | | 020270-0203 | 4,737 |
| Flushing Community Schools | | 020270-0203 | 8,959 |
| Grand Blanc Community Schools | | 020270-0203 | 7,521 |
| Holy Redeemer | | 020270-0203 | 2,926 |
| International Academy of Flint | | 020270-0203 | 4,401 |
| Kearsley Community Schools | | 020270-0203 | 2,164 |
| Lakeville Community Schools | | 020270-0203 | 6,065 |
| Michigan School for the Deaf | | 020270-0203 | 323 |
| Montrose Community Schools | | 020270-0203 | 856 |
| Mt. Morris Consolidated Schools | | 020270-0203 | 4,613 |
| St. John's - Fenton | | 020270-0203 | 1,461 |
| St. Roberts School | | 020270-0203 | 1,377 |
| Swartz Creek Community Schools | | 020270-0203 | 8,164 |
| Westwood Heights Schools | | 020270-0203 | 11,245 |
| <u>Total Math/Science Consortium C/O- (01-02)</u> | | | <u>\$111,414</u> |

| DUE TO SUBRECIPIENTS JULY 1, 2003 | SUBRECIPIENT'S PRIOR YEAR EXPENDITURES | CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS | FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS | DUE TO SUBRECIPIENTS JUNE 30, 2004 |
|---|--|--|---|--|
| \$0 | \$0 | \$89,077 | \$225,000 | \$135,923 |
| 6,392 | 6,392 | 6,392 | 0 | 0 |
| 0 | 14,441 | 0 | 0 | 0 |
| \$6,392 | \$20,833 | \$6,392 | \$0 | \$0 |
| 0 | 6,187 | 0 | 0 | 0 |
| 0 | 2,400 | 0 | 0 | 0 |
| 0 | 2,400 | 0 | 0 | 0 |
| 30,476 | 88,637 | 30,476 | 0 | 0 |
| 0 | 42,525 | 0 | 0 | 0 |
| \$30,476 | \$142,149 | \$30,476 | \$0 | \$0 |
| 0 | 0 | 26,381 | 26,381 | 0 |
| 0 | 0 | 895 | 895 | 0 |
| 0 | 0 | 2,579 | 2,579 | 0 |
| 0 | 0 | 92,658 | 92,658 | 0 |
| 0 | 0 | 28,000 | 28,000 | 0 |
| \$0 | \$0 | \$150,513 | \$150,513 | \$0 |
| 10,734 | 10,734 | 10,734 | 0 | 0 |
| 0 | 13,903 | 0 | 0 | 0 |
| 12,563 | 21,965 | 12,563 | 0 | 0 |
| 0 | 4,737 | 0 | 0 | 0 |
| 0 | 8,959 | 0 | 0 | 0 |
| 0 | 7,521 | 0 | 0 | 0 |
| 1,615 | 2,926 | 1,615 | 0 | 0 |
| 990 | 4,401 | 990 | 0 | 0 |
| 0 | 2,164 | 0 | 0 | 0 |
| 0 | 6,065 | 0 | 0 | 0 |
| 0 | 323 | 0 | 0 | 0 |
| 0 | 856 | 0 | 0 | 0 |
| 0 | 4,613 | 0 | 0 | 0 |
| 0 | 1,461 | 0 | 0 | 0 |
| 1,377 | 1,377 | 1,377 | 0 | 0 |
| 0 | 8,164 | 0 | 0 | 0 |
| 0 | 11,245 | 0 | 0 | 0 |
| \$27,279 | \$111,414 | \$27,279 | \$0 | \$0 |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT | FEDERAL CFDA NUMBER | SUBRECIPIENT PROJECT NUMBER | SUBRECIPIENT AWARD AMOUNT |
|---|---------------------------|-----------------------------------|---------------------------------|
| <u>General Fund - Innovative Education Program Strategies</u> | | | |
| <u>IASA Title V - (03-04)</u> | 84.298 | | |
| Dukette Catholic School | | 040250-0304 | \$995 |
| Faith Baptist School | | 040250-0304 | 2,364 |
| Faithway Christian School | | 040250-0304 | 1,194 |
| Genesee Christian School | | 040250-0304 | 3,017 |
| Holy Family | | 040250-0304 | 4,323 |
| Holy Redeemer | | 040250-0304 | 1,169 |
| Holy Rosary Catholic School | | 040250-0304 | 939 |
| MI School for Deaf | | 040250-0304 | 561 |
| Powers Catholic High School | | 040250-0304 | 4,914 |
| St. John's - Fenton | | 040250-0304 | 2,706 |
| St. John Vianney | | 040250-0304 | 2,046 |
| St. Marks School | | 040250-0304 | 566 |
| St. Mary Catholic School | | 040250-0304 | 1,120 |
| St. Mary Queen of Angels | | 040250-0304 | 1,064 |
| St. Paul Lutheran School | | 040250-0304 | 1,381 |
| St. Pius X Catholic School | | 040250-0304 | 1,108 |
| St. Roberts School | | 040250-0304 | 2,115 |
| St. Thomas Moore Academy | | 040250-0304 | 653 |
| Valley Christian Academy | | 040250-0304 | 1,027 |
| Valley School | | 040250-0304 | 771 |
| <u>Total IASA Title V - (03-04)</u> | | | <u>\$34,033</u> |
| <u>IASA Title V - (02-03)</u> | 84.298 | | |
| Genesee Christian School | | 030250-0203 | 213 |
| Holy Family | | 030250-0203 | 212 |
| Powers Catholic High School | | 030250-0203 | 212 |
| <u>Total IASA Title V - (02-03)</u> | | | <u>\$637</u> |
| <u>General Fund - Emergency Response Plans</u> | 87.184E | | |
| Lakeville Community Schools | | Q184EO30509 | 2,386 |
| Linden Community Schools | | Q184EO30509 | 4,961 |
| Mt. Morris Consolidated Schools | | Q184EO30509 | 5,371 |
| New Lothrop Schools | | Q184EO30509 | 1,600 |
| <u>Total General Fund - Emergency Response Plans</u> | | | <u>\$14,318</u> |
| <u>TOTAL U.S. DEPARTMENT OF EDUCATION</u> | | | <u>\$30,994,385</u> |

| DUE TO SUBRECIPIENTS JULY 1, 2003 | SUBRECIPIENT'S PRIOR YEAR EXPENDITURES | CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS | FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS | DUE TO SUBRECIPIENTS JUNE 30, 2004 |
|---|--|--|---|--|
| \$0 | \$0 | \$995 | \$995 | \$0 |
| 0 | 0 | 2,364 | 2,364 | 0 |
| 0 | 0 | 1,194 | 1,194 | 0 |
| 0 | 0 | 3,017 | 3,017 | 0 |
| 0 | 0 | 4,323 | 4,323 | 0 |
| 0 | 0 | 1,169 | 1,169 | 0 |
| 0 | 0 | 939 | 939 | 0 |
| 0 | 0 | 561 | 561 | 0 |
| 0 | 0 | 4,914 | 4,914 | 0 |
| 0 | 0 | 2,706 | 2,706 | 0 |
| 0 | 0 | 2,046 | 2,046 | 0 |
| 0 | 0 | 566 | 566 | 0 |
| 0 | 0 | 1,120 | 1,120 | 0 |
| 0 | 0 | 1,064 | 1,064 | 0 |
| 0 | 0 | 1,381 | 1,381 | 0 |
| 0 | 0 | 1,108 | 1,108 | 0 |
| 0 | 0 | 2,115 | 2,115 | 0 |
| 0 | 0 | 653 | 653 | 0 |
| 0 | 0 | 1,027 | 1,027 | 0 |
| 0 | 0 | 771 | 771 | 0 |
| <u>\$0</u> | <u>\$0</u> | <u>\$34,033</u> | <u>\$34,033</u> | <u>\$0</u> |
| 0 | 0 | 213 | 213 | 0 |
| 0 | 0 | 212 | 212 | 0 |
| 0 | 0 | 212 | 212 | 0 |
| <u>\$0</u> | <u>\$0</u> | <u>\$637</u> | <u>\$637</u> | <u>\$0</u> |
| 0 | 0 | 0 | 2,386 | 2,386 |
| 0 | 0 | 4,961 | 4,961 | 0 |
| 0 | 0 | 5,371 | 5,371 | 0 |
| 0 | 0 | 1,600 | 1,600 | 0 |
| <u>\$0</u> | <u>\$0</u> | <u>\$11,932</u> | <u>\$14,318</u> | <u>\$2,386</u> |
| \$2,158,148 | \$13,353,308 | \$17,491,533 | \$17,781,782 | \$2,448,397 |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT | FEDERAL CFDA NUMBER | SUBRECIPIENT PROJECT NUMBER | SUBRECIPIENT AWARD AMOUNT |
|--|---------------------------|-----------------------------------|---------------------------------|
| <u>U.S. DEPARTMENT OF LABOR</u> | | | |
| <u>WIA Title I Year Round Youth Services (03-04)</u> | 17.259 | | |
| Atherton Community Schools | | 007-K-03 | \$225 |
| Bendle Public Schools | | 007-K-03 | 450 |
| Carman-Ainsworth School District | | 007-K-03 | 525 |
| Davison Community Schools | | 007-K-03 | 450 |
| Fenton Area Public Schools | | 007-K-03 | 600 |
| Flushing Community Schools | | 007-K-03 | 225 |
| Genesee School District | | 007-K-03 | 150 |
| Goodrich Area Schools | | 007-K-03 | 75 |
| Grand Blanc Community Schools | | 007-K-03 | 600 |
| Kearsley Community Schools | | 007-K-03 | 600 |
| Lake Fenton Community Schools | | 007-K-03 | 225 |
| LakeVille Community Schools | | 007-K-03 | 375 |
| Linden Community Schools | | 007-K-03 | 375 |
| Montrose Community Schools | | 007-K-03 | 300 |
| Mt. Morris Consolidated Schools | | 007-K-03 | 1,500 |
| Swartz Creek Community Schools | | 007-K-03 | 825 |
| <u>Total WIA Title I Year Round Youth Services (03-04)</u> | | | <u>\$7,500</u> |
| <u>SYETP (03-04)</u> | 17.259 | | |
| Genesee Area Skill Center | | 007-K-03 | <u>34,255</u> |
| <u>TOTAL U.S. DEPARTMENT OF LABOR</u> | | | <u>\$41,755</u> |
| <u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u> | | | |
| <u>Teen Pregnancy Prevention Project (02-03)</u> | 93.596 | | |
| Bendle Public Schools | | 20030844 | 16,961 |
| Genesee County Health Department | | 20030844 | 1,155 |
| Flint Public Schools | | 20030844 | 176,082 |
| <u>Total Teen Pregnancy Prevention Project (02-03)</u> | | | <u>\$194,198</u> |

| DUE TO SUBRECIPIENTS JULY 1, 2003 | SUBRECIPIENT'S PRIOR YEAR EXPENDITURES | CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS | FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS | DUE TO SUBRECIPIENTS JUNE 30, 2004 |
|---|--|--|---|--|
| \$0 | \$0 | \$225 | \$225 | \$0 |
| 0 | 0 | 450 | 450 | 0 |
| 0 | 0 | 525 | 525 | 0 |
| 0 | 0 | 450 | 450 | 0 |
| 0 | 0 | 600 | 600 | 0 |
| 0 | 0 | 225 | 225 | 0 |
| 0 | 0 | 150 | 150 | 0 |
| 0 | 0 | 75 | 75 | 0 |
| 0 | 0 | 600 | 600 | 0 |
| 0 | 0 | 600 | 600 | 0 |
| 0 | 0 | 225 | 225 | 0 |
| 0 | 0 | 375 | 375 | 0 |
| 0 | 0 | 375 | 375 | 0 |
| 0 | 0 | 300 | 300 | 0 |
| 0 | 0 | 1,500 | 1,500 | 0 |
| 0 | 0 | 825 | 825 | 0 |
| <u>\$0</u> | <u>\$0</u> | <u>\$7,500</u> | <u>\$7,500</u> | <u>\$0</u> |
| 0 | 0 | 34,255 | 34,255 | 0 |
| \$0 | \$0 | \$41,755 | \$41,755 | \$0 |
| 0 | 15,506 | 1,455 | 1,455 | 0 |
| 0 | 0 | 1,155 | 1,155 | 0 |
| 15,643 | 159,535 | 32,190 | 16,547 | 0 |
| <u>\$15,643</u> | <u>\$175,041</u> | <u>\$34,800</u> | <u>\$19,157</u> | <u>\$0</u> |

GENESEE INTERMEDIATE SCHOOL DISTRICT - FLINT, MICHIGAN
SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS
FOR THE YEAR ENDED JUNE 30, 2004

| FEDERAL GRANTOR/PROGRAM TITLE/ SUBRECIPIENT | FEDERAL CFDA NUMBER | SUBRECIPIENT PROJECT NUMBER | SUBRECIPIENT AWARD AMOUNT |
|---|---------------------------|-----------------------------------|---------------------------------|
| <u>Medical Assistance Program Title XIX</u> | 93.778 | | |
| <u>Medicaid Outreach</u> | | | |
| Atherton Community Schools | | N/A | \$11,822 |
| Beecher School District | | N/A | 24,366 |
| Bendle Public Schools | | N/A | 17,904 |
| Bentley Community Schools | | N/A | 12,767 |
| Carman-Ainsworth School District | | N/A | 59,690 |
| Clio Area Schools | | N/A | 39,622 |
| Davison Community Schools | | N/A | 58,774 |
| Fenton Area Public Schools | | N/A | 41,286 |
| Flint Community Schools | | N/A | 242,905 |
| Flushing Community Schools | | N/A | 48,013 |
| Genesee School District | | N/A | 12,030 |
| Goodrich Area Schools | | N/A | 21,339 |
| Grand Blanc Community Schools | | N/A | 70,531 |
| Kearsley Community Schools | | N/A | 40,384 |
| Lake Fenton Community Schools | | N/A | 17,127 |
| Lakeville Community Schools | | N/A | 22,467 |
| Linden Charter Academy | | N/A | 31,488 |
| Montrose Community Schools | | N/A | 18,354 |
| Mt. Morris Consolidated Schools | | N/A | 36,627 |
| Swartz Creek Community Schools | | N/A | 43,587 |
| Westwood Heights Schools | | N/A | 17,337 |
| <u>Total Medicaid Outreach</u> | | | <u>\$888,420</u> |
| <u>U.S. DEPARTMENT OF HEALTH AND HUMAN SERVICES</u> | | | <u>\$1,082,618</u> |
| <u>TOTAL SCHEDULE OF EXPENDITURES OF FEDERAL AWARDS PROVIDED TO SUBRECIPIENTS</u> | | | <u>\$32,118,758</u> |

| DUE TO SUBRECIPIENTS JULY 1, 2003 | SUBRECIPIENT'S PRIOR YEAR EXPENDITURES | CURRENT YEAR CASH TRANSFERRED TO SUBRECIPIENTS | FEDERAL EXPENDITURES REPORTED BY SUBRECIPIENTS | DUE TO SUBRECIPIENTS JUNE 30, 2004 |
|---|--|--|---|--|
| \$0 | \$0 | \$11,822 | \$11,822 | \$0 |
| 0 | 0 | 24,366 | 24,366 | 0 |
| 0 | 0 | 17,904 | 17,904 | 0 |
| 0 | 0 | 12,767 | 12,767 | 0 |
| 0 | 0 | 59,690 | 59,690 | 0 |
| 0 | 0 | 39,622 | 39,622 | 0 |
| 0 | 0 | 58,774 | 58,774 | 0 |
| 0 | 0 | 41,286 | 41,286 | 0 |
| 0 | 0 | 242,905 | 242,905 | 0 |
| 0 | 0 | 48,013 | 48,013 | 0 |
| 0 | 0 | 12,030 | 12,030 | 0 |
| 0 | 0 | 21,339 | 21,339 | 0 |
| 0 | 0 | 70,531 | 70,531 | 0 |
| 0 | 0 | 40,384 | 40,384 | 0 |
| 0 | 0 | 17,127 | 17,127 | 0 |
| 0 | 0 | 22,467 | 22,467 | 0 |
| 0 | 0 | 31,488 | 31,488 | 0 |
| 0 | 0 | 18,354 | 18,354 | 0 |
| 0 | 0 | 36,627 | 36,627 | 0 |
| 0 | 0 | 43,587 | 43,587 | 0 |
| 0 | 0 | 17,337 | 17,337 | 0 |
| <u>\$0</u> | <u>\$0</u> | <u>\$888,420</u> | <u>\$888,420</u> | <u>\$0</u> |
| <u>\$15,643</u> | <u>\$175,041</u> | <u>\$923,220</u> | <u>\$907,577</u> | <u>\$0</u> |
| <u><u>\$2,173,791</u></u> | <u><u>\$13,528,349</u></u> | <u><u>\$18,456,508</u></u> | <u><u>\$18,731,114</u></u> | <u><u>\$2,448,397</u></u> |



Lewis & Knopf, CPAs, P.C.

"Serving You with Trust and Integrity"

September 28, 2004

To the Board of Education of
Genesee Intermediate School District

In planning and performing our audit of the financial statements of Genesee Intermediate School District for the year ended June 30, 2004, we considered its internal control structure in order to determine our auditing procedures for the purpose of expressing our opinion on the financial statements and not to provide assurance on the internal control structure. However, we noted no matters involving the internal control structure and its operation that we consider to be reportable conditions under standards established by the American Institute of Certified Public Accountants. Reportable conditions involve matters coming to our attention relating to significant deficiencies in the design or operation of the internal control structure that, in our judgment, could adversely affect the Genesee Intermediate School District's ability to record, process, summarize and report financial data consistent with the assertions of management in the financial statements.

The following items that are an immaterial internal control or administrative consideration came to our attention.

Grant Funding

Due to the increasing amount of grant funding and the complex nature of accounting and compliance issues related to grant funding we suggest that the District consider creating a grants compliance position. This position would be responsible grant program compliance, monitoring and reporting. This individual would help the District with several items related to federal grants such as internal reporting to department heads, communication with and monitoring of sub-recipients, grant reporting, and review of grant requirements, compliance with laws and regulations, etc.

A material weakness is a reportable condition in which the design or operation of one or more of the internal control structure elements does not reduce to a relatively low level the risk that errors or irregularities in amounts that would be material in relation to the financial statements being audited may occur and not be detected within a timely period by employees in the normal course of performing their assigned functions.

Our consideration of the internal control structure would not necessarily disclose all matters in the internal control structure that might be reportable conditions and, accordingly, would not necessarily disclose all reportable conditions that are also considered to be material weaknesses as defined above. However, none of the reportable conditions described above is believed to be a material weakness.

This report is intended for the information of Genesee Intermediate School District's Board of Education and management and should not be used for any other purpose. This restriction is not intended to limit the distribution of this report, which is a matter of public record.

LEWIS & KNOFF, P.C.
CERTIFIED PUBLIC ACCOUNTANTS